

RAYMOND
MHLABA
MUNICIPALITY

UMANYANO KUPHUKHULO

FINAL INTEGRATED DEVELOPMENT PLAN 2023-2024

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Contents

1. INTRODUCTION.....	5
CHAPTER 1: BACKGROUND AND SUMMARY.....	7
CHAPTER 2: DEMOGRAPHIC PROFILE OF RAYMOND MHLABA LOCAL MUNICIPALITY AND ENVIRONMENTAL CHARACTERISTICS	44
CHAPTER 3: STATUS QUO ANALYSIS PER KEY PERFORMANCE AREA (KPA).....	72
CHAPTER 4: MUNICIPAL STRATEGIC OBJECTIVES AND DEVELOPMENT PROJECTS	117
CHAPTER 5: MUNICIPAL SECTOR PLANS & POLICIES	154
CHAPTER 6: FINANCIAL PLAN	161
CHAPTER 7: PERFORMANCE MANAGEMENT SYSTEM	162
ANNEXURES:.....	211
1. 2023/2024 FINAL BUDGET.....	211
2. 2023/2024 FINAL TARIFFS.....	211

LIST OF ACRONYMS

ADM	Amathole District Municipality
CBO	Community Based Organization
EPWP	Expanded Public Works Programme
EMP	Environmental Management Plan
CWP	Community Works Programme
DLTC	Driver's License Testing Centre
FBS	Free Basic Services
GDP	Gross Domestic Product
HDI	Human Development Index
HIV/AIDS	Human Immunodeficiency Virus/Acquired Immune Deficiency Syndrome
HR	Human Resources
IGR	Intergovernmental Relations
IDP	Integrated Development Plan
IA	Internal Audit
ITP	Integrated Transport Plan
IWMP	Integrated Waste Management Plan
KPA	Key Performance Area
KPI	Key Performance Indicator
LED	Local Economic Development
LUM	Land Use Management
MSA	Municipal Systems Act, 2000
MFM	Municipal Finance Management Act, 2003
MTREF	Medium Term Revenue and Expenditure Framework
MTSF	Medium Term Strategic Framework

MIG	Municipal Infrastructure Grant
MSCOA	Municipal Standard Chart of Accounts
INEP	Integrated National Electrification Programme
IUDF	Integrated Urban Development Framework
NDP	National Development Plan
NGO	Non-Governmental Organization
NMT	Non-motorized Transport
PMS	Performance Management System
SDBIP	Service Delivery and Budget Implementation Plan
SDF	Spatial Development Framework
SMME	Small Medium & Micro Enterprises
SCM	Supply Chain Management
RMLM	Raymond Mhlaba Local Municipality
RMEDA	Raymond Mhlaba Economic Development Agency

1. INTRODUCTION

The Municipal Systems Act, 2000 of 2000 requires municipalities to develop a five (5) year strategic planning document popularly known as Integrated Development Plan (IDP). IDP is a strategic document through which the municipality conducts a comprehensive analysis of the community needs and subsequently priorities available resources to address those needs. It seeks to ensure vertical and horizontal integration between the municipal planned intervention with the planning efforts of national and provincial spheres of government as well as within the various sectors of government.

Overview of the 2023/2024 IDP: -

The 2023-2024 IDP comprises of eight (8) as listed below.

IDP OUTLINE:

- CHAPTER 1:** Strategic intent: Entails the Municipal Vision, mission, and values for the long-term development of the municipality with emphasis on the municipality's development needs.
- CHAPTER 2:** Provides the situational analysis of the Raymond Mhlaba, demographic profile and sector analysis. It assesses the level of services and highlights the backlogs on service delivery.
- CHAPTER 3:** Summary of the Key Performance Areas.
- CHAPTER 4:** **Development Objectives and Strategies, Indicators and Targets and 2023/2024 Developmental Projects:** This Chapter entails Raymond Mhlaba Local Municipality's strategic objectives and performance deliverables which give directives to the developmental agenda of the Municipality.
- CHAPTER 5:** **Municipality's Sector Plans & Policies** - outlines the summary of municipal sector plans, by-laws and policies, which guide the municipality in the service delivery provision. outlines municipal sector plans their status with executive summaries of the newly developed plans, by-laws and policies which guide the municipality in the service delivery provision.

These plans present strategic interventions in response to the current status quo of the municipal area.

- CHAPTER 6:** Outlines the broad financial plan, allocation of resources and the MTREF.
- CHAPTER 7:** Provides an overview of the municipal Performance Management System, monitoring, and evaluation process.
- CHAPTER 8:** In this chapter, the summary of the SDF outlined including the nature and location of various activities in a manner that best meets agreed objectives.

MAYOR'S FOREWORD



The year 2023 is a seminal year for the history of South Africa. Our provincial government declared the year 2023, the year of Inkosi Jongumsobomvu Maqoma. Inkosi Jongumsobomvu Maqoma would have celebrated 150 years had he lived today. Our government declared the year 2023 in honour of his exceptional leadership prowess. Therefore, Inkosi Jongumsobomvu Maqoma remains a glue that held our people together during the most trying and difficult times in the history of resistance against all forms of injustices and subjugation.

As a thought leader, he served and serviced our people with utmost loyalty, dedication, humility, and respect. As an institution, we continue to draw lessons from his selflessness by positively responding to our immediate task of being servants of the people. We are inspired by his unmatched commitment and dedication in uniting our people. Our resolve to maintain unity and cohesion within our institution will continue to be an apex priority as Inkosi Maqoma would have wanted us to do.

To this end, the Eastern Cape Provincial Government through the Eastern Cape Provincial Geographical Name Change Committee embarked on a public consultation process on the renaming of Fort Beaufort. The process included various stakeholders and interest groups from around Fort Beaufort who meaningfully participated in the renaming of Fort Beaufort. These robust and rigorous public engagements culminated in the renaming of Fort Beaufort into Kwa Maqoma, which is the highest honour our own people bestowed unto their hero and icon.

Consequently, in accordance with the legislative prescripts that governs the affairs of the municipalities, we embarked upon a process of consultation with our own communities with a view to present the IDP and Budget for the 2023/2024 financial year. Thus, Chapter 4 of the Municipal Systems Act 32 of 2000 makes meaningful community participation in the affairs, programmes, and activities of the municipality a legal obligation. Overtly, this IDP is a culmination of a lengthy consultative process between us and our own communities.

Accordingly, this IDP carries the aspirations, hopes and interest of the masses of our people which the 2023/2024 Budget must seek to finance. It is against this backdrop that we regard our IDP as a beacon of hope that will continue to guide us in the next financial year in our collective endeavours of building a better life for all our communities.

At best, we remain committed to the full realization of 5 National Key Performance Areas of municipalities inter alia:

- Good governance and Public Participation
- Municipal Transformation and Organisational Development
- Basic Infrastructure and Service Delivery
- Local Economic Development
- Municipal Financial Viability and Management

Therefore, this IDP is a strategic document of Council and guides all planning and development within our institution. It is pivotal that we affirm that the impediments caused by the legacy of the COVID 19 pandemic disrupted the overall operations of government and society at large.

It is within this context that we must solidify social compact by joining hands with civil society and private sector to curb the negative impact caused by the COVID 19 pandemic. We must consolidate our resolve of creating a conducive environment for the potential government initiatives and programmes. Inclusively will be the role of private sector in enabling investment opportunities that will assist in reducing the scourge of the triple challenges in the form of unemployment, poverty, and social inequality.

In view of that, the reorientation of progressive programmes such as the District Development Model within our space must find expression. We envisaged that the District Development Model will be consistent with a process of joint and collaborative planning undertaken at level of the district together with all spheres of government resulting in a single strategic focussed Joint-Plan.

We must impress on our fundamental task at hand which has been to coordinate all efforts within the local sphere including conducting certain designated services. This has been a challenge in recent years, and we are optimistic that this model will assist us in achieving our ideal dream of single authority in which service delivery backlogs will be outdated. Therefore, without effective, internal, external collaboration and cooperation amongst all our partners located in the developmental arena, the achievement of our institutional aspirations will remain a challenge.

Thus, the concept of Integrated Development Planning, in turn, compels municipalities to work together, in greater team spirit, with our national, provincial, and local counterparts. It is for this reason that the Raymond Mhlaba Municipality through the principle of good governance, aims to align its planning and programmes through the utilisation of Inter-Governmental Relations platforms.

The aim is to opt for the deliberations and identification of the best possible alternatives to coordinate, facilitate, and ultimately move service delivery into an advance implementation phase. To this end, we are on course in resuscitating our Inter Governmental Relations platform as we seek to strengthen and consolidate programmatic working relations with our sector departments and social partners. We have made great strides in creating a workable framework for an action-based governance in our quest to fast track the provision of services to our communities.

Importantly, the existing changes within the political, social, economic, environmental, including the technological environment of society, has motivated us to become more vigilant and innovative in exercising fiscal discipline. In prioritising allocative efficiency, we have premised on the sustainable and responsive budget which seeks to favour major improvements in the lives of our residents. In ameliorating our thin revenue base and fiscal distress, owing origins from the depressing ESKOM cumulative debt, we adopted a credit control policy framework and cost containment measure as strategies aimed at changing the financial outlook of our institution.

We are confident that our trajectory towards financial rehabilitation will bear fruition. Our immediate appeal to our residents, business community, and government departments is for them to continue to commit on their financial obligation by servicing their rates and debts.

With the above assertion, this IDP comes at the time when municipalities throughout the country in general and the province in particular are faced with coordinated vandalism of state infrastructure. In our context, cable theft and deliberate destruction of property have been led by blazon criminal elements who have been on a systematic rampage. Our observation concludes that vandalism that is linked to cable theft is interconnected to the scrap metal enterprise which is an emerging enterprise.

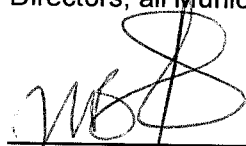
Blatantly, the scrap metal enterprise dialectically compromises our ability to render the required services to our communities. However, our commitment to provide services to communities will not be sidetracked by spurious elements who are hell-bent on sabotaging our governance. We are on course in partnering with law enforcement agencies in order to strengthen the fight against crime and by extension create safer communities.

Moreover, we have made great significant strides in consolidating and developing our service delivery targets and re-aligning our own priorities to gravitate towards good governance and effective controls. It is with great honour that we can authenticate that as the Raymond Mhlaba Municipality, we already made remarkable inroads in the provision of services.

Our rolled-out plans on the implementation of infrastructural projects and the provision of free basic services are impressive. The provision of service delivery is a process; however, it is always a continuous process. Hence, it is my firm appeal that we collectively continue with the planning process and institutionalize the IDP process in order to achieve the desired outcomes for the benefit of the people of Raymond Mhlaba Municipality.

As we continue our march to deliver on our service delivery commitments, we pledge ourselves to continue to collectively collaborate with our people on matters of mutual interests. Subsequently, we will leave no stone unturned in fulfilling our objectives by accelerating and doubling our efforts to bring about a better life to all our people. We will strive to maintain accountability, transparency including providing ethical leadership in our quest to rebrand the image of our institution. We will continue to align ourselves with the existing national and provincial government's policies and strategies. We will continue to strengthen our collaborative framework by solidifying the public-private partnership because working together we can do more.

It gives me pleasure that I present to you the 2023/2024 IDP and Budget covering the period from 01 July 2023 to 30 June 2024. Consequently, let me extend gratitude to the Speaker, Chief Whip, and Members of the Executive Committee, Councillors, Municipal Manager, Directors, all Municipal employees, and people of Raymond Mhlaba Municipality in general.



MAYOR: CLLR NOMHLE SANGO

DATE: 13/06/2023

Municipal Manager's Executive summary

The Integrated Development Plan is a five-year strategic document, and it is reviewed annually as mandated by the Municipal Systems Act. The 2023/2024 IDP is the first review of the 2022/2027 IDP and focuses on **the provision of quality services responsive to the needs of all communities**". Furthermore, it intends to outline Council's priorities and interventions in line with the community of Raymond Mhlaba.

The IDP is a critical tool for resolving challenges facing the municipality by prioritizing, planning, and budgeting strategically and improve the quality of life for all citizens. The IDP review process involves identifying key challenges, setting priorities, and developing strategies and action plans to address them. As the administration, we must ensure that resources are allocated efficiently and effectively, and that interventions are targeted to have the most significant impact. Through this IDP, the Municipality can also leverage partnerships with other stakeholders, to achieve common goals. By aligning the Municipality's resources and efforts with its development priorities, the IDP can help create a sustainable and resilient future for all residents of Raymond Mhlaba.

Financial sustainability is essential to drive municipal performance and spending for the successful implementation of this strategic document. We must also balance our budgets, maintain financial stability, and ensure accountability in spending. Without financial sustainability, we cannot adequately plan and implement programs to address critical issues or maintain existing infrastructure. Furthermore, inadequate funding may lead to a decline in service delivery, which could result in public dissatisfaction. Thus, a focus on financial sustainability is essential to ensure that we can deliver on our commitments and provide the necessary services to citizens.

The inputs and comments received during IDP consultation processes includes, amongst others issues relating to roads & storm water, electricity, housing, waste management, water sanitation and others. All the inputs or comments were recorded and will be addressed accordingly depending on the availability of funding. However, operational issues which do not require funding will be addressed speedily and those that are within the competence of provincial departments will be forwarded to the relevant sector departments.

The 2023/24 IDP comes at time wherein loadshedding has drastically impacted households, businesses, and the Municipality's ability to deliver services. However, as the Municipality we strive our utmost level best in ensuring that services are delivered to communities timeously. To successfully implement the 2023/2024 IDP and deliver on the Council priorities, the administration will focus on the following key areas:

1. Accelerate the provision of basic services
2. Local Economic Development and Job creation
3. Improved Planning and Budgeting
4. Strengthen relations with strategic partners
5. Provision of basic services

The municipality's administrative focus should be on ensuring that the IDP's priorities are translated into actionable policies, programs, and projects. The administrative focus should also ensure that the plan's objectives are met. As the administration, we will ensure that

resources are allocated efficiently and effectively, and that interventions are targeted to have the most significant impact.

MUNICIPAL MANAGER
U.T.MALINZI

CHAPTER 1: BACKGROUND AND SUMMARY

1.1 BACKGROUND

Raymond Mhlaba Local Municipality was established in 2016 and is made of now disestablished Local Councils of Nkonkobe and Nxuba. Alice town is a legislative seat and Fort Beaufort is the administrative head of the municipality, the latter is situated about 140km North West of East London on the R63 and is approximately 200km North East of Port Elizabeth. The Raymond Mhlaba Municipality is situated along the southern slopes of the Winterberg Mountain range and escarpment and is within the greater Amathole District Municipality in the Province of the Eastern Cape. The municipal area covers approximately 6 474 km², with major towns being Alice, Adelaide, Bedford, Fort Beaufort and Middledrift. Smaller settlements include Hogsback, Seymour, Balfour, and Debenek.

A municipal Integrated Development Plan (IDP) serves as an enabler for mutual accountability on the agreed priorities and allocation of resources to contribute to the long-term development of the municipality. It is therefore one of the most critical plans in ensuring effectiveness and efficiency, as well as community participation at a local government level.

An IDP encourages both short- and long-term planning. In the short term, it assists in addressing issues or challenges that may be resolved within the relevant term of office while at the same time it provides space for the long term development of the area in an integrated and coordinated manner.

In terms of section 34 of the Municipal Systems Act 32 of 2000 as amended, a municipal council must review its integrated development plan:

- Annually in accordance with an assessment of its performance measures; and
- To the extent that changing circumstances so demand.
-

1.2 MUNICIPAL VISION AND MISSION

On 30 May 2022, Council adopted the following municipal vision and mission.

2022/2027 VISION

“A SERVICE EXCELLENCE DRIVEN MUNICIPALITY”.

MISSION:

“Acceleration of the provision of quality services responsive to the needs of all communities”.

1.3 VALUES

The achievement of the above vision depends on embedding the municipal values in the plans and actions of the municipality. In fact, these values listed hereunder will propel the municipality towards its vision.

a) UBUNTU

A service excellence municipality centered on being a caring, humane and compassionate institution towards its community.

b) ACCOUNTABILITY

Commitment in providing consistent and qualitative feedback to communities.

c) TRANSPARENCY

Inform communities about the services and operations that are being offered.

Prioritize openness on the services, operations rendered to communities.

d) COURTESY

Demonstrate friendliness, politeness, humility to communities.

e) VALUE FOR MONEY

Make the best use of available resources including eliminating waste of public resources.

f) CONSULTATION

Maximize meaningful community engagement by impressing on sourcing of mandate and report back.

g) SERVICE EXCELLENCE

Improve the provision of quality services for the betterment of the well-being of communities.

h) INTEGRITY

Display a high degree of moral authority, unmatched conscience and respectful behavioral pattern

i) RESPECT

Accord utmost loyalty, humility, diligence and an unwavering commitment to the communities in serving and servicing their needs

j) REDRESS

Strive for equal, excellent, qualitative treatment to the previously disadvantaged communities .

k) FAIRNESS

Foster the provision of services with impartiality, fairly and without biasness

l) ACCESS

Increase equal access and improve the provision of quality services to the previously disadvantaged communities.

m) ETHICS

Promote exceptional moral compass, uncompromised integrity and supreme respect in honor of the commitment to serve the people.

1.4 KEY INFORMANTS

The Intergrated Development Plan for 2023-2024 financial year has been informed by the consolidation and consideration of the following;

- Ward priorities;
- State of the Nation Address;
- State of the Province Address;
- 12 Outcomes of Government;
- Sustainable Development Goals;
- The Provincial Growth and Development Plan;
- The National Spatial Development Perspective;
- Spatial Development Plan;
- IDP/Budget Roadshows;
- National Development Plan
- District Development Model

1.5 SUSTAINABLE DEVELOPMENT GOALS (SDGS)

The intention of the SDG's is to be a universally shared common, globally accepted vision to progress to a just, safe and sustainable space for all inhabitants. It is based on the moral principle of the Millennium Development Goals that no one or one country should be left behind and that each country has a common responsibility in delivering on the global vision.

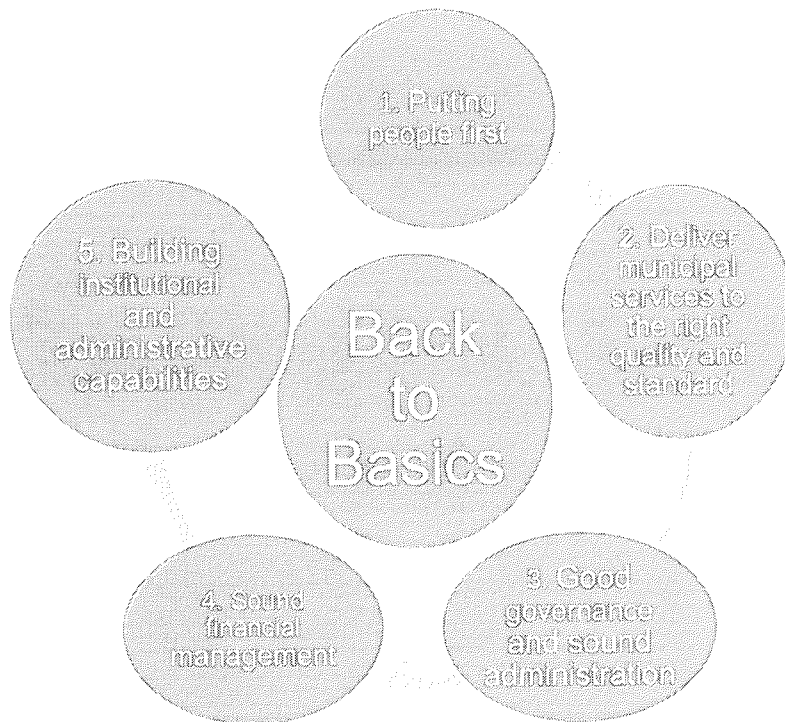
1.6 AFRICAN UNION 2063 AGENDA

The Agenda 2063 is premised on 7 aspirations, which are as follows:

1. A prosperous Africa based on inclusive growth and sustainable development
2. An integrated continent, politically united and based on the ideals of Pan Africanism and the vision of Africa's Renaissance
3. An Africa of good governance, democracy, respect for human rights, justice and the rule of law
4. A peaceful and secure Africa
5. An Africa with a strong cultural identity, common heritage, values and ethics
6. An Africa where development is people-driven, unleashing the potential of its women and youth
7. Africa as a strong, united and influential global player and partner.

1.7 BACK TO BASICS

Local government has been a primary site for the delivery of services in South Africa since 1994. A tremendous progress has been noted in delivering the basic services in local government e.g. Water, electricity, sanitation and refuse removal at a local level. 61 Municipalities have committed to implementing the Back to Basics Programme which aims to meet the Back to Basic delivery. The programme is about serving the people at a basic level through the five pillars:



1.8 LEGISLATIVE FRAMEWORK

The section below outlines the legislative framework that guides the development of the Integrated Development Plan and Municipal Budget. Key pieces of legislation that provide guidance and define the nature of integrated development planning include but not limited to the South African Constitution 1996, the Municipal Systems Act 2000, and the Municipal Finance Management Act 2003.

1.8.1 South African Constitution, 1996

Section 151 of the Constitution of the Republic of South Africa provides a legal status of municipalities as thus:

- The local sphere of government consists of municipalities, which must be established for the whole of the Republic.
- The executive and legislative authority of a municipality is vested in the Municipal Council.
- A municipality has the right to govern, on its own initiative, the local government affairs of its community, subject to national and provincial legislation, as provided for in the Constitution.
- The national or a provincial government may not compromise or impede a municipality's ability or right to exercise its powers or perform its functions.

Section 152 also provides the objects of local government as thus:

The objects of local government are –

- to provide democratic and accountable government for local communities;
- to ensure the provisions of services to communities in a sustainable manner;
- to provide social and economic development;
- to promote a safe and healthy environment; and
- to encourage the involvement of communities and community organisation's in matters of local government.

A municipality must strive, within its financial and administrative capacity, to achieve the objects set out in subsection (1) of the Constitution of the Republic of South Africa.

Section 153 provides for developmental duties of municipalities as thus:

- Structure and manage its administrative and budgeting and planning processes to give priority to basic needs of the community, and to promote the social and economic development of the community; and
- Participate in national and provincial development programmes.

1.8.2 Other legislative guidelines for Developmental Local Government include:

- a) White Paper on Local Government, 1998- Introduced a notion of a developmental local government: Defined as: *"Local government that is committed to working with its citizens and groups within the community to find sustainable ways to meet their social, economic and material needs and improve the quality of their lives."*
- b) Municipal Demarcation Act, 1998
- c) Municipal Structures Act, 1998 (Amendment, 2000)
- d) Municipal Systems Act, 2000 regulates core municipal systems
- e) National Environment Management Act, 1998
- f) Municipal Finance Management Act, 2003

1.8.3 *Municipal Systems Act, 2000*

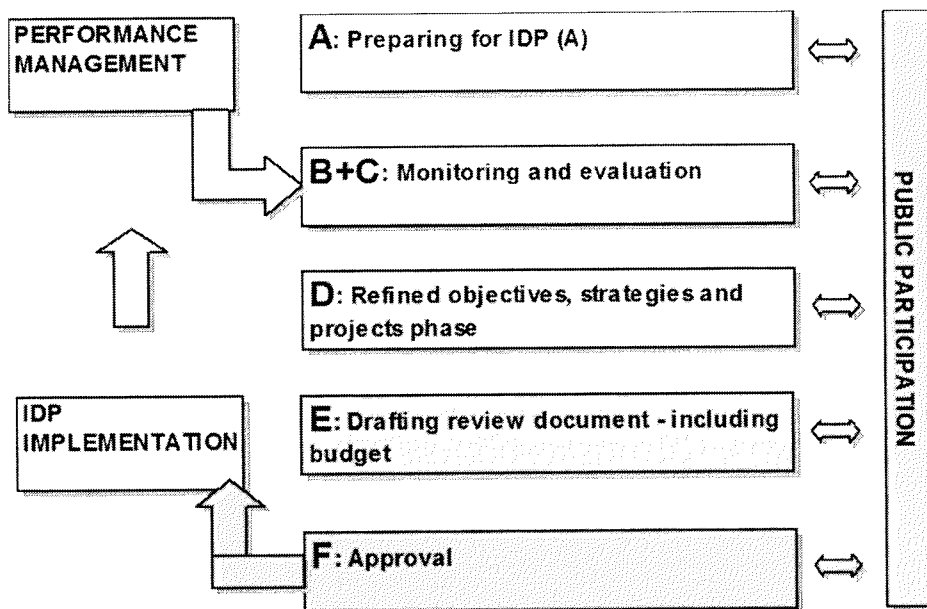
Section 25 of the Municipal Systems Act 2000, stipulates that each municipal council must, within a prescribed period after the start of its elected term, adopt a single, inclusive and strategic plan for the development of the municipality. An Integrated Development Plan, adopted by the Council of a municipality, is the key strategic planning tool for the municipality. Section 35 (1) (a) of the Municipal Systems Act 2000, describes an IDP as:

- The principal strategic planning instrument which guides and informs all planning and development, and all decisions with regard to planning, management and development in the municipality;
- Binds the municipality in the exercise of its executive authority.

1.8.4 Municipal Finance Management Act, 2003

Section 21 (1) (a) of the Municipal Finance Management Act states that the Mayor of a municipality must coordinate the process for preparing the annual budget and for reviewing the municipality integrated development plan and budget for reviewing the municipality's integrated development plan and budget related policies to ensure the budget and integrated development plan are mutually consistent and credible. The act further makes provisions for development of the Service Delivery and Budget Implementation Plan as a mechanism to strengthen alignment between the IDP and Budget.

1.9 PROCESS FOLLOWED IN DRAFTING THE 2023/2024 IDP



Phases of the IDP

PHASE 0: PLANNING
During Phase 0 of the IDP the municipality, have to develop an IDP Process Plan that is in line with the District IDP Framework. All organisational arrangements for the development of the IDP should be put in place during this phase.
PHASE 1: ANALYSIS
The Analysis phase is aimed at establishing the current developmental status of the municipal area. This will be done by comparing community needs with statistical information that is available to be able to identify priority areas, jointly with community.
PHASE 2: STRATEGIES
During the Strategies phase the developmental priorities of identified priorities during the analysis are used as the basis for developing a vision and a mission for the municipality. Thereafter strategic objectives and strategies are developed to ensure that the vision is achieved.
PHASE 3: PROJECTS
During the Projects phase projects are identified in line with the strategies developed during phase 2. These projects have to be prioritised.
PHASE 4: INTEGRATION
During the integration phase all sector plans and programmes are developed e.g. Spatial Development Framework, Housing Sector Plan etc. Only summaries of these plans are included in the IDP document.
PHASE 5: APPROVAL
During the approval phase of the IDP, the IDP document has to be advertised for 21days to enable all stakeholders and members of the public to give inputs – thereafter, the IDP has to be adopted by council before the commencement of the new financial year.

Internal Institutional Arrangements for The IDP Process

On the 30th of August 2022, Council adopted an IDP/Budget/PMS Process to ensure smooth and well organized IDP/Budget processes for 2022 /2023 financial year. The municipality has identified role players to assist and inform the IDP Review Process as well as the roles and responsibilities attached to them.

	Composition	Responsibilities
Council	All Councillors	<ul style="list-style-type: none"> - Final Decision Making in terms of approval - Approval of the Reviewed IDP/PMS and Budget - Consider and approve Process Plan - Approval of budget calendar - Ensure conclusion of management performance agreements
Mayoral Committee	EXCO Members	<ul style="list-style-type: none"> - Chaired by the Mayors - Plays pivotal role in the reviewal of the IDP - Considers community inputs in the IDP and motivate to Council - Involved in quality check of the IDP document before its tabled to Council
Mayor		Ensure that IDP is reviewed annually, and that issues raised by communities find expression in the IDP and re given necessary attention and consideration
Municipal Manager		<ul style="list-style-type: none"> - Preparation of the Process plan - Undertaking the overall management and coordination of the planning process ensuring that (participation and involvement of all different role players; time frames are adhered to; conditions for participation are provided and results of the planning and IDP review process are documented) - Nominating persons in charge of different roles

		<ul style="list-style-type: none"> - Adjusting the IDP in according with proposals from the MEC for local Government and Traditional Affairs - Responding to comments on the draft IDP from the public and other spheres of Government to the satisfaction of the municipal Council - Chairing the IDP Steering Committee
IDP & PMS Manger		<ul style="list-style-type: none"> - Day to day management of the IDP and PMS Process - Ensure that the contents of the IDP and PMS satisfy the legal requirements and the requirement of the District Framework - Consolidate inputs from various stakeholders to the IDP
Managers and Heads of Departments		<ul style="list-style-type: none"> - Managers, with the assistance of officials, will be responsible for coordination and submission of departmental inputs for all phases of the IDP and PMS - Reporting progress with regard to project implementation - Provision of relevant technical and financial information for budget preparation
IDP/BUDGET/PMS Steering Committee	Municipal Manager (Chair); Senior Managers; Middle Managers IDP/PMS (Secretariat)	<ul style="list-style-type: none"> - Serve a s working committee of the IDP, PMS and Budget - Ensure integration between the IDP, PMS and Budget by adhering to process Plan - Ensure alignment with Provincial Government and District Municipality Plans.
IDP/PMS/BUDGET Cluster Teams	Chaired by EXCO Members Government Departments	<ul style="list-style-type: none"> - Provide technical assistance in the development of the IDP

1.10 PUBLIC PARTICIPATION

In line with Chapter 4 of the Local Government: Municipal Systems Act 32 of 2000 each municipality has to establish a culture that will promote inclusivity and participation amongst its citizens. In Raymond Mhlaba, public participation is used as a tool of fostering participatory governance and meaningful community engagements.

The structure for public participation is through Public Participation Programmes (Outreaches/Roadshows), Imbizo, Ward Committee Meetings, IDP Representative Forums, IDP Cluster Meetings, Sector Forums. In order to ensure that there is representation of the various organized and unorganized groups within our municipal area, the municipality makes use of the following approach:

- Placing adverts in newspaper(s), Daily Dispatch, in English and isiXhosa
- Municipal Website to publish our notices.
- Community Radio Stations.
- Flyers, posters, ward councillors, announcements through church gatherings and community based organizations, *etc.*
- Making an effort to reach unorganized groups and marginalized groups to ensure that their voices are heard. We will do this by approaching non-governmental organisations and community based organization's that represent the need of such groups.

1.11 INVOLVEMENT OF WARD COMMITTEES AND COMMUNITY DEVELOPMENT WORKERS

Involvement of ward committees is crucial in the promotion of participatory governance as they serve as an extension of council and in communicating council programmes. The Local Government: Municipal Structures Act 117 of 1998 and the Local Government: Municipal Systems Act 32 of 2000 advocates for formation of wards committees in each ward of the municipality.

Ward committees:

- are made up of representatives of a particular ward;
- are made up of members who represent various interests within the ward;
- are meant to be an institutionalized channel of communication and interaction between communities and municipalities;

- give community members the opportunity to express their needs and opinions on issues that affect their lives, and to be heard at the municipal level via the ward councillor; and
- are advisory bodies created within the sphere of civil society to assist the ward councillor in carrying out his or her mandate in the most democratic manner.

1.12 COMMUNITY PRIORITIES

Community and stakeholder participation in matters of local government is a cornerstone of democracy. Section 152 of the South African Constitution (Act 108 of 1996) put it concisely that: "the objects of local government include, amongst others, the encouragement of involvement of community and community organisations in matters of local government". Furthermore, the Local Government: Municipal Systems Act (Act 32 of 2000) states that a municipality must develop a culture of municipal governance that complements formal representative government with a system of participatory governance, and must for this purpose encourage, and create conditions for the local community to participate in the affairs of the municipality, including in the preparation, implementation, and review of its integrated development plan. In order to give effect to the above legislative provisions, the municipality embarked in a process of soliciting community priority needs for 2022-2027. Below are priority needs identified by community members which will be used to inform the planning of the municipality during 2022/2027.

Ward 1		
Ward Cllr Ruselo		
Number	Community Issue	Description
1	Electricity	Extension of electrification for household connections in all villages Provision of Free Basic Services
2	Roads	Regravelling access roads in all villages Gravelling of internal street and DR roads
3	Community Amenities	Construction of Community Hall (Mgxotyeni) Fencing of graveyard in all villages
4	Land and Human Settlements	Construction of RDP houses in all villages
6	Agriculture	Dam scooping in all villages Assistance on livestock disease (Black Quarter) in most villages Increased livestock improvement

		Fencing of Ploughing Fields Removal of Cactus (Ukati)
7	Education	Provision of scholar transport in all villages
8	Health	Access to Mobile Clinic for all villages
9	Employment	EPWP opportunities for all villages
10	Water & Sanitation	Drilling of boreholes for water supply Access to water in all villages Completion of toilets

Ward 2

Ward Cllr Matayo

No	Community Issue	Description
1	Electricity	Installation of high mast Lights in Ntselamanzi
2	Roads	Regravelling of roads in all villages Paving of road linking Lower Gqumashe to Upper Gqumashe and Dyamala
3	Community Amenities	Maintenance of Community Halls Cleaning, Fencing and extension of graveyard Construction of recreation Park (Ntselamanzi) Construction of Community Hall in Upper Gqumashe
4	Land and Human Settlement	Construction of RDP Houses at Maplangeni Location
5	SMME	Trainings on Youth empowerment Support for cooperatives
6	Agriculture	Agricultural support for households through Siyazondla Fencing of Ploughing fields in all villages Dam scooping for all villages
6	Education	Training and Skill development for unemployed youth and women
7	4IR (ICT)	Network improvement

Ward 3

Ward Cllr Kley		
Number	Community Issue	Description
1	Electricity	Extension of electrification for household connections Provision of Free Basic Electricity
2	Roads	Paving of internal streets in Mpolweni, Takalani (Phase 2) Regravelling of internal streets in Chris Hani, Kanana, Mpolweni and Madakeni
3	Community Amenities	Renovation of Mpolweni Community Hall, Washington Bongco Library Construction of recreation Park in Mpolweni, Takalani. Construction of Day Care Centre in Takalani
4	Land and Human Settlements	Construction of RDP houses in Madakeni and Chris Hani Provision of electrical and water infrastructure for vacant sites in Kanana and Takalani for housing development
6	SMME	Provision of Women and Youth LED Projects
7	Agriculture	Agricultural support for households through Siyazondla
8	Education	Training and Skill development for unemployed youth and women
Ward 4		
Ward Cllr Dyantyi		
Number	Community Issue	Description
1	Electricity	Household electrification in all villages Provision of free Basic Electricity Maintenance of High mast lights in Seymour
2	Roads	Paving of internal streets in Old Location Seymour Gravelling of internal streets in all villages Construction of a Bridge to Elundini
3	Community Amenities	Construction of community halls in Upsher, Cathcartvalley Furniture and repairs for Lushington and Hertzog Community Hall Fencing of Graveyards in Lushington, Seymour, Hertzog
4	Land and Human Settlements	Construction of RDP houses in all villages

5	SMME	Provision of Women and Youth LED Projects
6	Agriculture	Agricultural support for households through Siyazondla Fencing of Ploughing fields in Picardy, Lushington, Cathcartvalley, Lushington, Upsher, Hertzog
		Removal of Alien plants or species such Ukaty'i, Dywabasi
7	Education	Training and Skill development for unemployed youth and women
8	Health	Upgrading of the Seymour Clinic Access to Mobile Clinic for all villages Availability of Ambulance for patients to referral hospitals
9	Safety & Security	Revival of CPF and formation neighborhood watch teams
10	Water & Sanitation	Water Standpipes (Platform, Upsher, Hertzog, Cathcartvalley, Lushington)
Ward 5		
Ward Cllr Tsotsa		
Number	Community Issue	Description
1	Electricity	Extension of electrification for household connections in all villages Provision of Free Basic Electricity Installation of 1 High mast light per village
2	Roads	Resurfacing and paving of main road from Mavuso to Ngobe, from Skolweni(Mxhelo) to Roxeni, from Nomagamba to Meva. Rehabilitation of bridge from Roxeni to Lenge, between Ngwabeni to Meva
3	Community Amenities	Finalisation of Mxhelo Community Hall (Skolweni)
4	Land and Human Settlements	Construction of RDP houses in all villages
5	SMME	Provision of Women and Youth LED and CBP projects. Provision of CASP for Local farmers, LED Support for SMME's Development of Youth and Women's Forum

6	Agriculture	Agricultural support for households through Siyazondla Fencing of Ploughing fields in all villages Removal of alien plants (Aloe and Ukaty)
7	Education	Training and Skill development for unemployed youth and women
8	Health	Access to Mobile Clinic for all villages Availability of Ambulance for patients to referral hospitals
9	Water & Sanitation	Strategic Installation of boreholes water infrastructure as a reserve supply
10	4IR (ICT)	Develop rural smart Wi-Fi
Ward 6		
Ward Cllr Ngcume		
Number	Community Issue	Description
1	Electricity	Maintenance of streetlights in Happy Rest and Town Central Installation and maintenance of high mast lights
2	Roads	Regraveling of roads in Tukululu and Gubura Paving of internal streets in Hillcrest, Town Central and Golf Course Maintenance of roads in Happy Rest, Town Central Fixing of potholes and stormwater drainage system Erection of speed humps in Golf Course
3	Community Amenities	Construction of Community Hall in Gubura Construction of Sport facilities for Tukululu, Gubura, Town Central Renovation of Happy Rest Hall
4	Land and Human Settlements	Construction of RDP houses in Tukululu, Gubura and Hillcrest Removal of Asbestos roofing in Hillcrest, Town Central,
6	SMME	Provision of Women and Youth LED and CBP projects. Provision of CASP for local farmers, LED Support for SMME's Development of Youth and Women's Forum

7	Agriculture	Agricultural support for households through Siyazondla
8	Education	Fencing of Ploughing fields in Tukululu farm,
9	Health	Training and Skill development for unemployed youth and women
		Access to Mobile Clinic for all villages
		Availability of Ambulance for transporting patients to referral hospitals
10	Safety & Security	Provision of security around the Old Municipal Building in Town Central
11	Employment	Provision of EPWP opportunities for all villages
12	Environment	Grasscutting and clearing of tree-felling in Town Central, Happy Rest and Hillcrest Cleaning of illegal dumping sites in Golf Course
13	Water & Sanitation	Provision of Water tanks and sanitation for Tukululu, Gubura and Golf Course

Ward 7

Ward Cllr Siduli

Number	Community Issue	Description
1	Electricity	Installation of High mast Lights in all villages
2	Roads	Regraveling of roads in all villages Construction of Bridges in Ngquthu to Gonzana
3	Community Amenities	Construction of Community Halls (Gonzana, Mankazana, Stanley) Renovation of Community Halls (Oakdene, Tyatyorha, Lamjeni, Ngwevu, Nobhanda) Renovation of Day Care Centre in Mabheleni Fencing of cemeteries (Lower Blinkwater, Gonzana, Oakdene, Ngqutu, Stanley, White and Mankazana) Construction of sport fields (Gonzana, Nondyola and Wezo) Construction of Youth and Adult Centres Construction of a Clinic in Gqagesi
4	Land and Human Settlements	Construction of RDP houses in all villages
5	SMME	Provision of Women and Youth LED Projects Provision of CASP for Local farmers, LED Support for SMME's

		Development of Youth and Women's Forum
6	Agriculture	Agricultural support for households through Siyazondla Fencing of ploughing fields in all villages Fencing of grazing camps (Healdtown villages, Wezo, Nondyola and Gonzana) Dam scooping in all villages
7	Education	Training and Skill development for unemployed youth and women
8	Health	Access to Mobile Clinic for all villages Provision of ambulance for transporting patients to referral hospitals
9	Waste	Provision of skip Bins or Waste Containers in all villages
10	Water & Sanitation	Installation of water stand pipes for all villages Revival of Boreholes
Ward 8		
Ward Cllr Zizi		
Number	Community Issue	Description
1	Electricity	Installation of high mast lights in Newtown Installation of streetlights in Town and town entrances Access to electricity in all farm villages
2	Roads	Regravelling of farm access roads Maintenance of all roads in ward 8 incl. Town, Appiesdry and Newtown Reparation of bridges and construction of Bridges Installation of pedestrian crossing signs at Newtown Paving of internal roads (Newtown and Appiesdry)
3	Community Amenities	Renovations of community hall & library in Newtown Installation of an alarm system in Newtown halls Upgrading of the Newtown sportsfield
4	Land and Human Settlements	Land disposal of vacant municipal sites Construction & rectification of RDP houses in Newtown Construction of middle-income houses

5	SMME	Skills development: (cotton ,candle making, juice making ,brick making ,soap production ,piggyer project ,bakery and beadwork
6	Agriculture	Construction of Dipping tanks and livestock handling facilities; Newtown Increased livestock improvement Establishment of grazing land in Newtown
7	Education	Provision of scholar transport in all farm areas Construction of high school in Newtown
8	Health	Training of home-based care givers Upgrading of Newtown clinic
9	Safety & Security	Fencing along the road (R63)
10	Environment	Grass cutting and bush Clearing along the R63 and R67 roads
11	Water & Sanitation	Access to water in all farm villages Construction of VIP toilets

Ward 9

Ward Cllr Quillie

Number	Community Issue	Description
1	Electricity	Installation of high mast lights in Readsdales, ekuPhumleni Blackwoods Installation of streetlights in Fairban ,Kolomane ,Balfour, Access to electricity in all farm villages Access to Free Basic Services
2	Roads	Regraveling of access roads from Katberg to Readsdales via Blackwoo Maintenance and graveling of all access roads in ward 9 Reparation of bridges and construction of Bridges in all areas of Ward 9 Paving of internal streets in Balfour
3	Community Amenities	Construction of Community Halls in Readsdales, Jurieshoek, Phillipton Renovation of Buxton Hall, Kolomane Hall, Ekuuphumleni Hall and Marsdorp Hall Fencing of graveyard in Readsdales, Jurieshoek, Happy Rest, Dunedin, Fairban. Construction of sportfields in all villages

		Construction of Day Care Centres in Blackwoods and Jurieshoek Construction of a Library in Balfour
4	Land and Human Settlements	Land disposal of vacant municipal sites Construction of RDP houses in all areas
6	SMME	Skills development: (cotton ,candle making, juice making ,brick making ,soap production ,piggyer project ,bakery and beadwork) Construction orange juice factory
7	Agriculture	Provision of dipping tanks and livestock handling facilities Fencing of ploughing fields in Readsdales Dam scooping and furrows for irrigation in all areas Increased livestock improvement Construction of Game Reserve in Readsdales
8	Education	Provision of scholar transport in all farm areas
9	Health	Access to Mobile Clinic for all villages
10	Safety & Security	Visibility of SAPS in all areas
11	Environment	Grass cutting and bush Clearing along the R63 and R67 roads
12	Water & Sanitation	Access to water in all farm villages Provision of water tanks (3 Tanks for Votyiwe, Edika, Happy Rest) Maintenance of Water Stand pipes Construction of VIP toilets in all villages
13	4IR (ICT)	Networks improvement
Ward 10		
Ward Cllr Xhego		
Number	Community Issue	Description
1	Electricity	Electrification of new extensions in 23 villages Provision of free Basic electricity for 23 villages

2	Roads	Construction of Bridges for (Phandulwazi and Gilton, Khayaletu and Guquka, Hala and Mabhangaleni, Chamama and Zixinene, Khayaletu and Nothenga,Mdeni and Mkhuthukeni, and between Sompondo villages Regravelling of roads in 23 villages
3	Community Amenities	Fencing of Ploughing Fields and cemeteries in 23 villages Construction and fencing of sportfields in all villages Electrification and furniture for community halls Construction of Community Halls for 18 villages Construction of Day Care Centres in 23 villages
4	Land and Human Settlements	Disaster assistance Construction of RDP Houses
5	SMME	Support for Youth and Women projects Access to Beehives project
6	Agriculture	Dam scooping for 23 villages Assistance with agricultural projects in 23 villages Clearing of grazing land Land care project for donga erosion
7	Education	Support for a Computer School in Hopefield
8	Health	Construction of a Clinics in Tynume and Amathole Access to Mobile Clinic for the Ward Renovation of Amathole Basin Clinic
9	Safety & Security	Provision of Road Rangers in R345 Police Station for Amathole area to utilize unused Post Office
10	Environment	Grass cutting and bush Clearing along the R63 and R67 roads
11	Water & Sanitation	Installation of water standpipes for 23 villages Porvision of VIP toilets for 23 villages Installation of Boreholes and provision of water tanks for 23 villages (Hala, Sompondo and Siphingweni)

Ward 12

Ward Cllr Gqokro

Number	Community Issue	Description
1	Electricity	Installation of Street Lights for all villages Electrification of new extensions
2	Roads	Gravelling of internal streets in all villages Paving of Roads in Msobomvu
3	Community Amenities	Construction of Community Hall in Krwakrwa, Majwartheni, Msobomvu Fencing of Graveyards in all villages Upgrading of Sportfields (Poles and Grand stand) in Msobomvu
4	Land and Human Settlements	Construction of RDP Houses in all villages and Bergplaas
6	SMMME	Skills development : (cotton ,candle making, juice making ,brick making ,soap production ,piggery project ,bakery and beadwork) Training Centre for skills development
7	Agriculture	Dam scooping for all villages Construction of Dipping tanks and livestock handling facilities; Increased livestock improvement Fencing of Ploughing Fields in all villages.
8	Education	Provision of Scholar Transport in all farm areas
9	Health	Access to Mobile Clinic for all villages
10	Safety & Security	Fencing along the road
11	Environment	Grass cutting and bush Clearing along the R63 and R67 roads
12	Employment	Access to EPWP employment projects
13	Water & Sanitation	Access to water in all villages Provision of VIP toilets Installation of Water stand pipes in Mkhobeni, Dish, Melani

Ward 13

Ward Cllr S. Magxwalisa

Number	Community Issue	Description
1	Electricity	Electrification of new extensions
2	Roads	Maintenance of internal roads and DR Roads in all villages
3	Community Amenities	Construction of community halls (Quthubeni, Washington, Zalaze and Ngcabasa) Renovation of community halls Finalization of Ngqolowa Sports field
4	SMME	Skills development : (cotton ,candle making, juice making ,brick making ,soap production ,piggery project ,bakery and beadwork Provision of LED projects for youth and women
5	Agriculture	Construction of Dipping tanks and livestock handling facilities; Increased livestock Dam scooping Eradication of alien plants (ukaty) Fencing of Ploughing Fields in all villages
6	Education	Scholar Transport all farm areas Renovation of Thamsanga and Zweijongile High Schools
7	Health	Upgrading of Qhibira Clinic
8	Safety & Security	Fencing along the road
9	Environment	Grass cutting and bush Clearing along the R63 and R67 roads
10	Employment	Provision of EPWP programs
10	Water & Sanitation	Access to water in all villages Provision of VIP toilets Installation of Boreholes Revival of windmills
Ward 14		
Cllr Mashengana		
Number	Community Issue	Description
1.	Electricity	Electrification of new extensions

		Provision of free basic services
		Installation of high-mast lights in Njwaxa/Mbizana
2.	Roads	Regraveling of roads (Mxubu, Debe-Marele, Mbizana, Sityi)
3.	Community Amenities	Construction of community hall in Mxubu Renovation of Debe-Marele Community Hall Construction of Day Care Centre in Njwaxa
4.	Agriculture	Construction of a Dipping Tank in Gqadushe Support with LED Projects (Poultry, Piggery)
5.	Water	Access to water in all villages
Ward 15		
Ward Cllr Klaas		
Number	Community Issue	Description
1	Electricity	Electrification in Lower Ncerha
2	Roads	Regraveling of internal streets (Tyhali, Lower Ncerha, Nangu, Tyutyuza, Zibi, Mabheleni) Paving of main road between Upper Gqumashe and Victoria Hospital
3	Community Amenities	Construction of Community Halls (Jojozi (Tyhali) and Ngqele) Maintenance of Community Halls in (Dyamala, Lower Ncerha, Mabheleni, Tyutyuza) Furniture for Community Halls in (Zibi) Completion of Day Care Centre (Jonini) and construction of Day Care Centres (elalini, Ngqele) Renovation of Mdeni Creche Fencing of cemeteries (Zibi, Mabheleni) Finalization of Dyamala Sportfield phase 2 Construction of Sportfield (Ngqele efama) Construction of a Youth Empowerment Centre

4	Land and Human Settlements	Land disposal of vacant municipal sites Construction of RDP houses Construction of middle-income house
5	SMME	Assistance with CBP Projects (Zibi, Tyutyuza and Mabheleeni)
6	Agriculture	Construction of Dipping tanks and livestock handling facilities
7	Health	Access to Mobile Clinic (Tyutyuza)
Ward 16		
WARD Cllr Zamo		
Number	Community Issue	Description
1	Electricity	Extension of Electrification for household connections Provision of Free Basic Electricity for all areas Installation of High Mast Lights in Gugulethu, Middledrift Town Converting old meters and install new ones in Middledrift Town
2	Roads	Completion of Phase 2 Paving Regravelling of access roads in Qawukeni, Gwaru, Lugudwini, Upper and Lower Regu, Paving of main road in Mpolweni Construction of bridges in Mxumbu, Pewuleni, Qanda Construction of a bridge from Sweethome to Brilliant Park
3	Community Amenities	Construction of Community halls in (Mfiki, Cildara, Gugulethu, Thornpark) Construction of Library in Middledrift Town Renovation of Lower Regu Community Hall Construction of Sportfields in all villages Upgrading and fencing of cemeteries Roll out Small Town Revitalisation programme
4	Land and Human Settlements	Land disposal of vacant municipal sites in Middledrift Town Construction of RDP houses in all villages Construction of middle-income houses in Middledrift Town

		Issuing of Title deeds for RDP Houses in Gugulethu and Mpolweni
5	SMME	Skills development : (cotton ,candle making, juice making ,brick making ,soap production ,piggery project ,bakery and beadwork
6	Agriculture	Dam scooping in all villages Increased livestock improvement
7	Education	Provision of Scholar Transport all villages
8	Health	Access to Mobile Clinic for all villages
9	Safety & Security	Fencing and street lighting along the road R63
10	Environment	Grass cutting and bush Clearing along the R63 and R67 roads
11	Water & Sanitation	Access to water in all villages Provision of VIP toilets completion Construction of V-drains for stormwater control

Ward 17

Ward Cllr Matyolo

Number	Community Issue	Description
1	Electricity	Electrification of new Extension in Ntonga, Mayipase, Zihlahleni, Ntonga, Debe Nek, Mngaba-Tafeni, Nonaliti, Qanda, Trust No. 1 Installation of Highmast Lights
2	Roads	Regravelling of internal streets and access roads in all villages
3	Community Amenities	Furniture for Community Halls in 7 villages
4	Land and Human Settlements	Land disposal of vacant municipal sites in Debe Nek Construction of RDP houses for all villages Construction of middle-income houses
5	SMME	Skills development : (cotton ,candle making, juice making ,brick making ,soap production ,piggery project ,bakery and beadwork)
6	Agriculture	Construction of Dipping tanks and livestock handling facilities Increased livestock improvement

		Dam scooping
7	Education	Provision of Scholar Transport in all areas Construction of high school in Newtown
8	Health	Access to Mobile Clinic for 8 villages Availability of Ambulances for emergencies
9	Safety & Security	Fencing along the road
10	Environment	Grass cutting and bush Clearing along the R63 and R67 roads
11	Employment	Provision of EPWP opportunities for 8 villages
11	Water & Sanitation	Installation of Water Taps or standpipes for 8 villages Provision of VIP toilets
Ward 18		
Ward Cllr Mjo		
Number	Community Issue	Description
1	Electricity	Provision of Free Basic Electricity in all villages High mast lights for all villages
2	Roads	Construction of bridges in (Gxwedera, Kwezana and Sheshegu) Regravelling of internal streets in all villages Construction of DR 12093
3	Community Amenities	Renovation of community halls in (Joji, Lloyd and Khayamandi) Furniture for Thembisa farmhouse used as hall and Sheshegu Community Hall Building of community halls for in all villages Building of Nolutando Day Care Centre Building of Old Age Centre in Papani and Siyabathanda Srevice Center Renovation of shearing shed of Kwezana used as a community hall Fencing of cemeteries for all villages
4	Land and Human Settlements	Construction of RDP houses for all villages
6	SMME	Support for Youth and Women Projects

		Funding for CBP Projects
7	Agriculture	Land care for all villages Fencing of grazing camps in all villages Dam scooping for all villages Eradication of Cactus (Ukaty'i)
8	Education	Scholar Transport for all villages
9	Health	Mobile clinic for Masakhane area
10	Safety & Security	Fencing along the road
11	Cleansing	Grass cutting and Bush Clearing along the R63 and R67 roads
12	Water & Sanitation	Jojo tanks for (Mpozisa, Nomtayi and Mpolweni)
Ward 19		
Ward Cilir Tokwe		
Number	Community Issue	Description
1	Electricity	Installation of High Mast Lights in Nazo Street, Mike Valley & Group Five Electrification of Daweti Extension (Informal settlement)
2	Roads	Paving in Nondumo Street, Nkukwini, Kanana to Matkinca Streets, Zoya, Sabisa, Rojie join Cupe, Tebe, Matyila., Nditha Street, Sireli Street, Ngogo Street, Mbengashe Street, Matyila, Mlonyeni, Daweti Street and Nazo Street. Regravelling of internal street in Zwide, Tinis, Dubu, Mike Valley, Kuwait and Daweti Construction of speed humps in Group 5 Maintenance of roads

3	Community Amenities	Renovations of community hall in Gontsi Sportfield Construction of community hall in Old Rank, Gontsi Construction of Recreation Park in Mcathu Installation of a palisade fence in Gontsi Sportfield Fencing of Daweti & Dubu cemeteries Construction of a police station Construction of a day care centre
4	Land and Human Settlements	Land disposal of vacant municipal sites Construction of RDP houses in Daweti Construction of middle-income houses
5	SMME	Skills development (cotton ,candle making, juice making ,brick making ,soap production ,piggery project ,bakery and beadwork)
6	Agriculture	Construction of Dipping tanks and livestock handling facilities Increased livestock improvement Establishment of grazing land in Bhofole Small-scale livestock farmers for
8	Education	Provision of Scholar Transport in all areas Renovation of Lingelabantu Primary School
9	Health	Training of home-based care givers
10	Safety & Security	Fencing along the road
11	Cleansing	Grass cutting, stormwater drainage for Ward 19 areas
12	Water & Sanitation	Access to water Provision of VIP toilets in Daweti informal settlement
Ward 20		
Ward Cllr Lento		
Number	Community Issue	Description
1	Electricity	Installation of Street lights in Kwepleni Installation of High mast lights in Ntoleni and Mlalandle

2	Roads	Regravelling of roads in (Ntoleni, Malandle, Ndaba, Hillside, Golf course, Nondyola) Maintenance of roads in Kwepleni Paving of main roads in Hillside and Golf Course Completion of paving of Hillside main road to Ntoleni Police Station Maintenance of stormwater drainage in Golf Course, Hillside and Kwepleni
3	Community Amenities	Renovation of Community Halls in (Ntoleni, Malandle, Ndaba and Hillside) Construction of Community Halls in (Golf Course and Kwepleni Construction of Sportfield in Hillside
4	Land and Human Settlements	Construction of RDP Houses in (Malandle, Ndaba, Ntoleni)
6	SMME	Skills development : (cotton ,candle making, juice making ,brick making ,soap production ,piggery project ,bakery and beadwork)
7	Agriculture	Construction of Dipping tanks and livestock handling facilities; Increased livestock improvement Establishment of grazing camps
8	Education	Provision of Scholar Transport all farm areas Construction of high school
9	Health	Access to Mobile Clinic for Ndaba, Ntoleni, Malandle
10	Safety & Security	Fencing along the road
11	Cleansing	Grass cutting and bush Clearing along the R63 and R67 roads
12	Water & Sanitation	Access to water in (Malandle, Ndaba, Ntoleni, Hillside, Golf Course, and Kwepleni) Provision of VIP toilets
Ward 21		
Ward Cllr Tukani		
Number	Community Issue	Description

1	Electricity	Installation of High Masts Lights in Fairview , Spidyuni & Reyini Location Maintenance of High Mast Lights (changing of bulbs and censors) Installation of street lights around Adelaide Town Connection of High Mast lights at Mount Pleasant
2	Roads	Paving of Sithotho Street (Main road from Lingelethu to Red Location) Makhenyane Street, Mount Pleasant (main street ,)Funani , Maswili, Mbetshu, Mabindla & Joja street Filling of Portholes Erection of Speed humps (Williams Street)
3	Community Amenities	Construction of Community Hall (Red Location) Renovation and Maintenance of Lingelethu Community Hall Fencing of Cemeteries (Red Location) Renovation of Wanderers stadium
4	Safety & Security	Securities and Caretakers for Halls and Sport Fields
5	Cleansing	Removal of illegal dumping sites
6	Water & Sanitation	Maintenance of Storm water drains Access to water Construction of Foxwood Dam

Ward 22

Ward Cilir Yanta

Number	Community Issue	Description
1	Electricity	Installation of high mast lights at the location and town entrances (Bez'ville, Alwyn Street , Gelvandale ,behind Sipho Camagu School and town entrances Access to electricity in all farm areas
2	Roads	Paving in Percy Joseph Street, Viljoen Street and New Area Regraveling and grading of all gravel roads

		Maintenance of stormwater drainages
3	Community Amenities	Renovation of Bezuidenhoutville Hall Fencing of community halls Renovation of Bezuidenhoutville and Red Location Parks Upgrading of Bezville and Red Location Sportfields
3	SMME	Skills development
4	Education	Provision of Scholar Transport in farm areas
5	Environment	Clearing of illegal dumping sites
5	Water & Sanitation	Access to water
Ward 23		
Ward Cllr Mahleza		
Number	Community Issue	Description
1	Electricity	Maintenance of high mast and streetlights
2	Roads	Regravelling and paving of roads Maintenance of roads
3	Community Amenities	Construction of a library at the location Upgrading of sport facilities Construction of a bridge in town
4	Land and Human Settlements	Construction of RDP houses
5	Agriculture	Upgrading of animal pound
6	Employment	Developing skills centers for the unemployed
7	Environment	Greening and beautification of the ward
8	Water & Sanitation	Access to water Extension of Andrew Turpin dam Maintenance of Boreholes Extension of sewer pond

		Upgrading of public toilets	
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1.13 MEC IDP COMMENTS

Raymond Mhlaba Local Municipality's IDP was rated high for 2022/2023 IDP assessment. The following were the results per Key Performance Area:

KPA	RATING IDP 2020/2021	RATING 2021/2022	RATING 2022/2023
Spatial Planning, Land, Human Settlement and Environmental Management	Medium	High	Medium
Basic Service Delivery	Medium	Medium	High
Financial Planning and Budgets	Medium	High	High
Local Economic Development	High	High	High
Good Governance & Public Participation	High	High	High
Institutional Arrangements	High	High	High
OVERALL RATING	HIGH	HIGH	HIGH

Though the municipality has managed produce a **credible IDP for three consecutive years**, however there is a need to improve in terms of Spatial Planning, Land, Human Settlement and Environmental Management.

1.14 POWERS AND FUNCTIONS

A municipality has the functions and powers assigned to it in terms of sections 156 and 229 of the Constitution. These functions and powers are divided between the District municipality and the local municipalities established within its area of jurisdiction. Section 84(a) to (p) of the Structures Act defines the functions and the powers that are assigned to District and Local Municipalities. The Minister may authorize (under certain circumstances) a local municipality to perform a district function and power and the Member of the Executive Council for local government may (under certain circumstances) adjust specified functions and powers between the district and a local municipality in its area.

As stipulated in the Constitution of the Republic of South Africa 1996, functions and powers between Amathole District Municipality and Raymond Mhlaba Local Municipality are reflected hereunder.

SCHEDULE 4 B	Amathole DM	Raymond Mhlaba LM
Air Pollution		✓
Building Regulations		✓
Child Care Facility		✓
Electricity		✓
Fire Fighting Services		✓
Local Tourism		✓
Municipal Planning		✓
Stormwater management system		✓
Trading Regulations		✓
Water (potable)	✓	
Sanitation	✓	
SCHEDULE 5 B		
Billboards and display of advertisement in public places		✓
Cemeteries		✓
Cleansing		✓
Control of Public nuisance		✓
Control of undertaking that sells liquor to the public		✓
Fencing and Fences		✓
Local Amenities		✓
Local Sport Facilities		✓
Markets		✓
Municipal Parks and Recreation		✓
Municipal Roads		✓
Noise Pollution		✓
Pounds		✓

Licensing and control of undertakings that sell food to the public	✓	
Public Places		✓
Refuse Removal, Refuse Dumps, Solid waste disposal		✓
Street Trading		✓
Street lighting		✓
Traffic and Parking		✓

The Raymond Mhlaba Local Municipality is performing all the relevant functions as prescribed functions enshrined in the 1996 Constitution.

CHAPTER 2: DEMOGRAPHIC PROFILE OF RAYMOND MHLABA LOCAL MUNICIPALITY AND ENVIRONMENTAL CHARACTERISTICS

2.1 INTRODUCTION

This chapter deals with the existing situational analysis of Raymond Mhlaba Local Municipality. It considers the brief description of the municipal area, demographic indicators, socio-economic indicators, infrastructure, land use and related issues, and the physical environment. For any strategic planning process to be outcomes based focused and drive priority based decision making, valid and reliable data is necessary. Related to this is also the objective analysis of data and at the same time the presentation of the results in a non- biased manner. Census 2011 and Community Survey 2016 combined with the 2020 IHS Global Insight results were utilized throughout this document as the primary sources of data.

2.2 Raymond Mhlaba LOCAL MUNICIPALITY PROFILE

Raymond Mhlaba Local Municipality in Context

Raymond Mhlaba Local Municipality was established in 2016 and is made of now disestablished Local Councils of Nkonkobe and Nxuba. Alice town is a legislative seat and Fort Beaufort is the administrative head of the municipality, the latter is situated about 140km North West of East London on the R63 and is approximately 200km North East of Port Elizabeth. The municipality has the following satellite offices – Middledrift, Hogsback, Alice, Seymour, Adelaide and Bedford. The Raymond Mhlaba area is neighbored by the boundaries of Makana Local Municipality, Blue Crane Local Municipality and the Buffalo City Metropolitan Municipality.



Figure 1: Map of Raymond Mhlaba Local Municipality

2.3 WARD BASED INFORMATION

Ward	Villages
1	Qamdobowa, Zigodlo, Ndindwa, Mgxotyeni, Kulile, Mnqaba, Xhukwane, Ssekwen, Koloni
2	Township, Ntsela, Upper & Lower Gqumashe, Skhutshwane
3	Takalani, Kanana, Mpolo 1-2-3, Nkukwini, Tyoks Valley, Ntlekisa , Tambo Square
4	Seymour, Katkat Valley, Lushington, Lundini/Elukhanysweni, Hogsbag, Hertzog/Tambuksvlei, Platform
5	Ngobe, Ngwabeni, Gaga Sikolweni; Kwameva, Mgquba, Lenge, Nkobonkobo, Mavuso, Roxeni, Nomaqamba, Sgingqini, Lalini, Skolweni, Memela
6	Tukulu Farm, Guburha, Golf Course, Happy Rest, Town Central, Hillcrest
7	Rwantsane, Nobhanda, Mabheleni, Lamyeni, Ngwevu, Tyatyora, Luzini, Sikolweni, Mdeni, Cimezile, Tebha, Gontsana, Oakdene, Mankazana, Pikat, Ntilini
8	Fort Beaufort Town, Newtown, Rietsfontein, Sparkington, Smithkraal, Wagondrift, Kluklu Farm
9	Balfour, Buxton, Upper Blinkwater, Glenthon, Winterberg country club, Post Retief, Ekuphumleni, Massdor, Jurieshoek, Katberg, Readsdales, Blackwood, Philipton, Fairbain, Kolomani (Marais, Grafton, Ngqikane, Votyiwe, Phathikala, Edika, Dunedin, Cains, Diphala)
10	Gomoro, Machibi, Mpundu, Gilton, Guquka, Sompondo, Khayaletu, Hala, Nothemba, Hopefield, Benfield, Gato, Mathole, Komkhulu, Ngwangwane, Mkhuthuleni, Mdeni, Esphingweni, Machibini, Mqayise, Ndlovurha, Zixinene, Chamama, Mdlankomo
11	University of Fort Hare

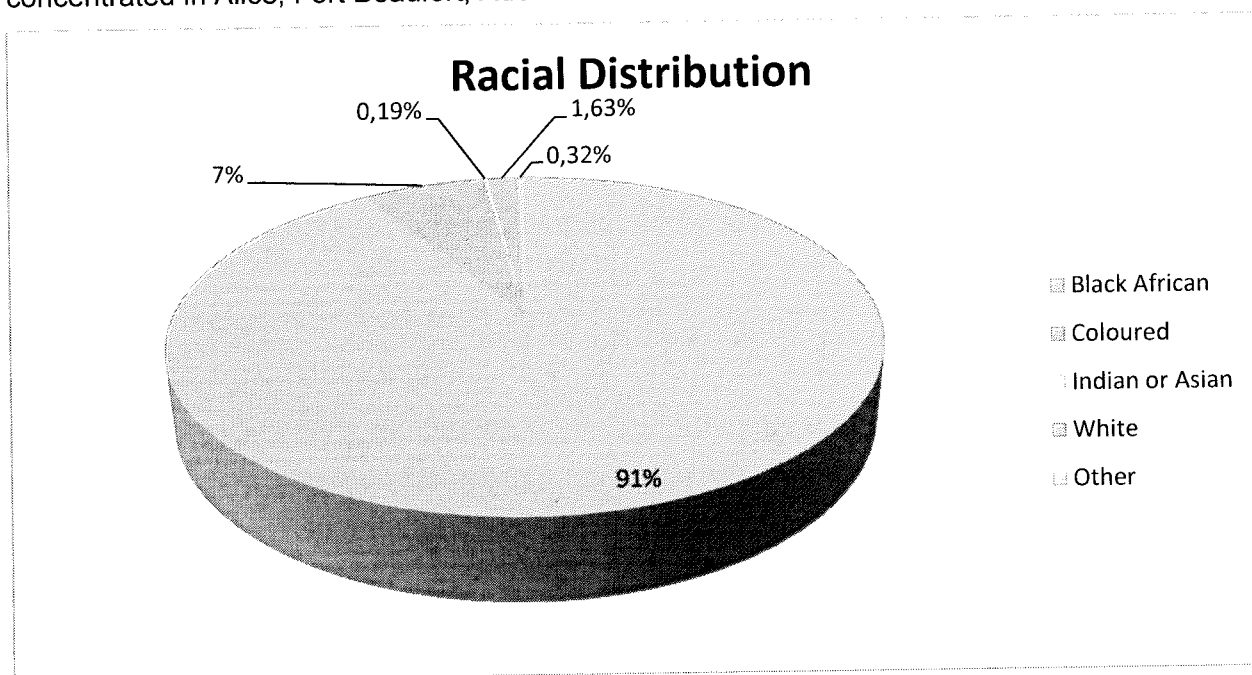
12	Msobomvu, Magala, Ngcothoyi, Bergplaas, Melani, Krwakrwa, Upper Ncera, Majwareni; Khwezana, Mazotweni, Macfalani, Wordon, Dish, Mkhobeni, Taylor
13	Zalaze, Quthubeni, Fama, Ngcabasa, Ngqolowa, Qhomfo, Didikana, Phewuleni, Qhibira, Ndulwini
14	Saki, Ngwenya, Njwaxa, Mbizana, Gxadushe, Debe Marele, Faki, Mxumbu
15	Lower Ncera, Tyhali, Zibi, Mabhelani, Tyutyuza, Ngqe 1, Ngqe 2, Ncera Skweyiya, Dyamala
16	Annshaw, Town/Gugulethu, Lower Regu, Mfiki, Cwaru, Qawukeni, Cilidara, Ngele, Nothenga, Gudwini
17	Qanda, Trust 1&2, Koloni, Farm Bill, Thafeni, Nonaliti, Debenek, Zihlahleni, Mayiphase, Ntonga
18	Joji, Loyd, Phumlani, Khayamnandi, Thembisa, Xolani, Gxwedera, Balura, Lalini, Eskolweni, Kwali, Mpozisa, Lower Sheshegu, Nofingxana, Nomtayi, Lokhwe, Jowu, Jimi, Korks Farm, Krwanyini, Kwezana West
19	Gontsi, Dudu, Gommagomma, Zwelitsha, Nkukwini, Mike Valley, Kuwait, Group 5, Zwide, Daweti 1&2
20	Hillside, Golf Course, Ndaba, Kwepile, Ntoleni, Mlalandle
21	Red Location, Lingeletu, Adelaide Town, Mount Pleasant, Molweni Game Reserve, Mount Pleasant
22	Bezville, New Area, Gelvandale, Springgrove, Elandsdrift, Red Location,
23	Goodwin Park, Nonzwakazi, Bhongweni, Bedford Town, Phola Park, New Brighton, Khayelitsha, Ndlovini, Sizakhele and Tyoksville

2.4. DEMOGRAPHIC ANALYSIS

2.4.1 Total Population

The 2021 IHS Markit Regional indicates that the total population in Raymond Mhlaba Municipality is 161 000. The municipality has 23 wards; and it is dominated by large populace which is indigent. The majority of the population of Raymond Mhlaba of just over 70% resides in both

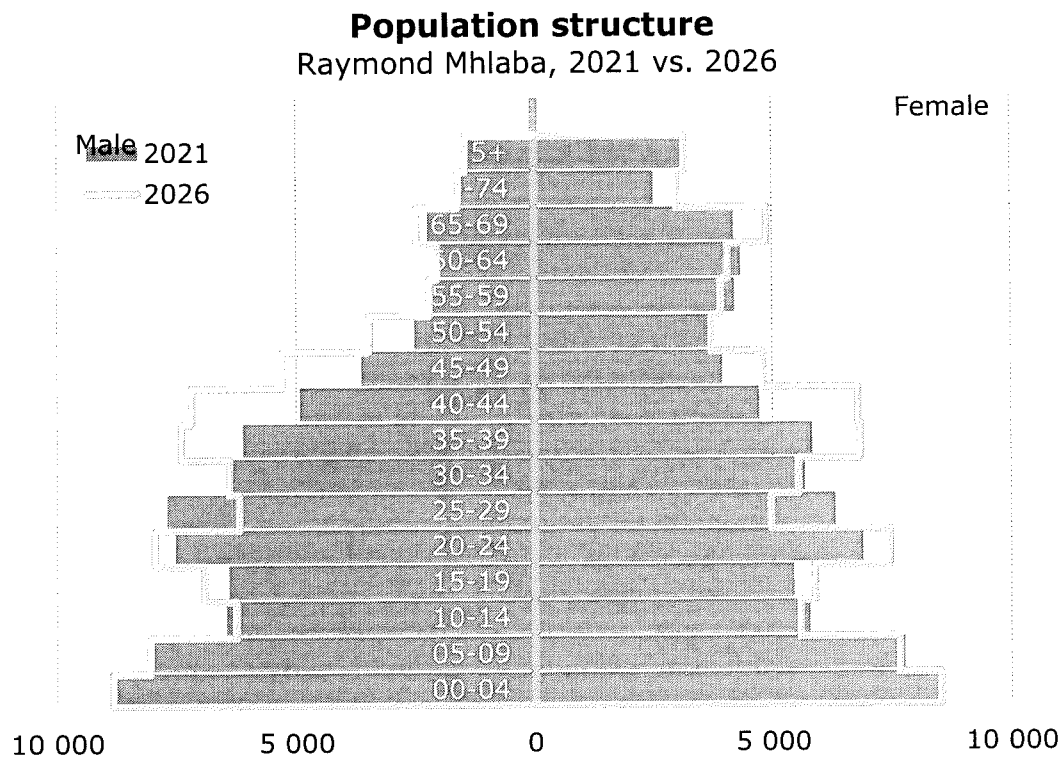
villages and farms, and minorities are located in urban dwellings. Urbanisation is mainly concentrated in Alice, Fort Beaufort, Adelaide and Bedford.



Source: Community Survey, 2016 and 2021 IHS Global Insight

Population Growth Rate

In 2021, population consisted of 91.20% African (147 000), 1.43% White (2 320), 7,07% Coloured (11 400), 0.30% Asian/Indian 0, 30 % (479) people. The largest share of population is within the young working age category (25-44 years) with a total number of 47 800 or 29.6% of the total population. The age category with the second largest number of people is babies and kids (0-14 years) with a total share of 28.1%, followed by the older working age (45-64 years) with 26 800 people. The age category with the least number of people is the retired / old age (65 years and older) with only 15 100 people. The population projection shows an estimated average annual growth rate of 1.1% between 2021 and 2026.



Source: IHS Markit Regional eXplorer version 2257

2.4.2 Population Analysis:

Population statistics indicates that the municipality appears to be a fairly stable population with a total of 83 100 (51.49%) females and 78 300 (48.51%) males. The population pyramid above, indicates that the population of Raymond Mhlaba Local Municipality is dominated by youth and women, ages from 25-39. The municipality therefore needs to develop programs and projects that would respond to gender issues.

INTERVENTIONS RELATING TO GENDER MAINSTREAMING:

- Enhance access to economic development for vulnerable population groups;
- Improve women's and youth earning power;
- Reduce vulnerability to social injustice and poverty;
- Increase participation of women and vulnerable groups in policy development.

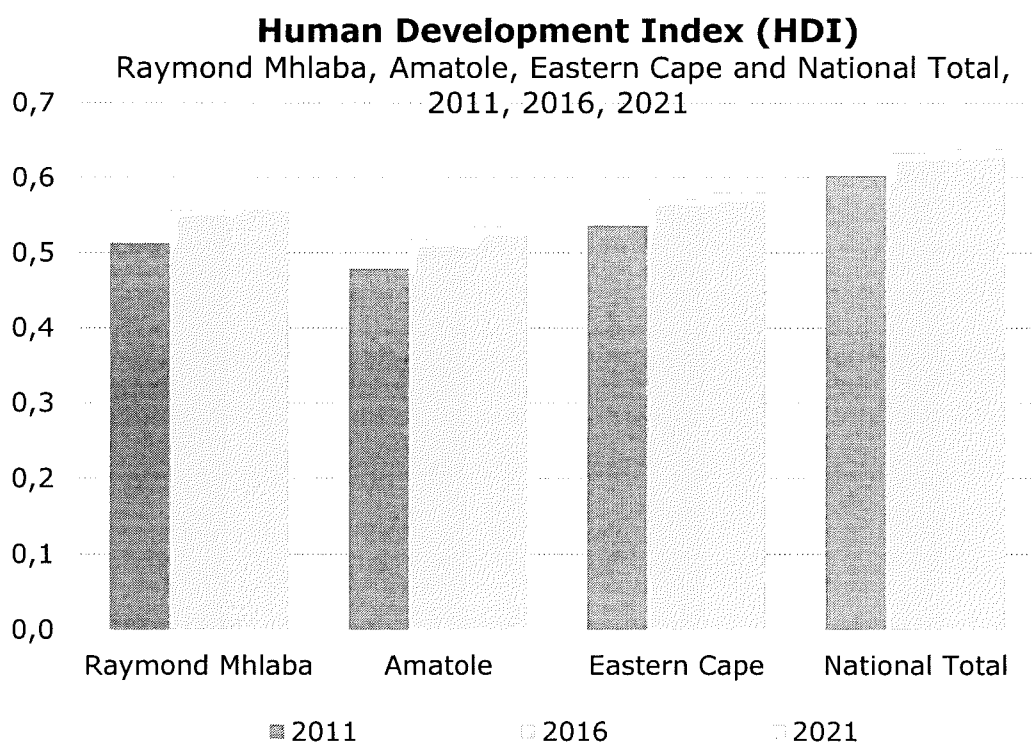
Implication for Economic Growth

Currently the area has a high dependency ratio, as the working age population supports a large number of dependents.

2.5 Development

Human Development Index (HDI)

HDI is a summary of composite index that measures a country's average achievements, in the three basic aspects of the human development: longevity knowledge, and decent standard of living. Longevity is a measurement by a combination of adult literacy rate and the combined primary, secondary and tertiary gross enrolment ratio and the standard of living is measured by Gross Domestic Product (GDP) per capital. The Human Development Index (HDI) reported in the HDI report of the United Nations is an indication of where a country is, in terms of development.



Source: IHS Markit Regional eXplorer version 2257

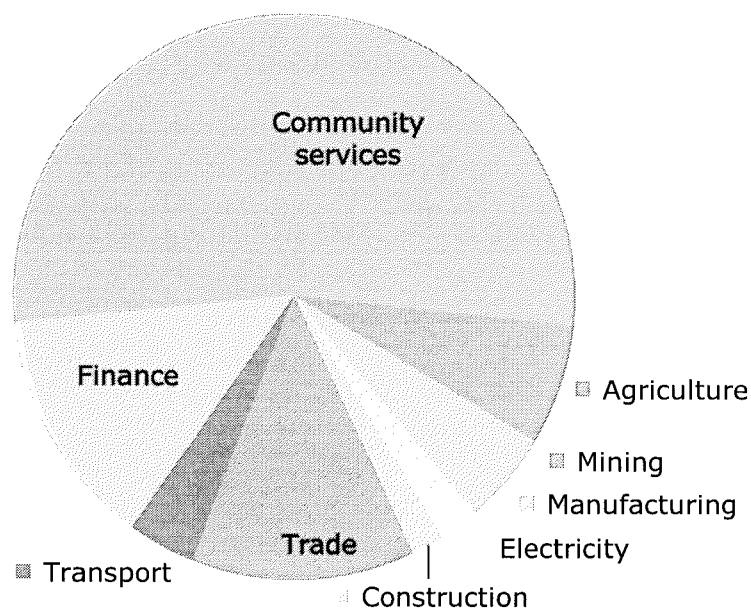
As at the municipality had an HDI of 0.568 compared to the Amatole with a HDI of 0.536, 0.581 of Eastern Cape and 0.639 of National Total as a whole. Seeing that South Africa recorded a higher HDI in 2021 when compared to Raymond Mhlaba Local Municipality which translates to worse human development for Raymond Mhlaba Local Municipality compared to South

Africa. South Africa's HDI increased at an average annual growth rate of 0.58% and this increase is lower than that of Raymond Mhlaba Local Municipality (1.03%).

2.6 GROSS DOMESTIC PRODUCT (GDP)

The Municipality's economy is made up of various industries namely, community services, agriculture, finance, trade, transport etc. Community services sector is the largest within the municipality accounting for R 3.86 billion or 53.1% of the total GVA in the local municipality's economy. The sector that contributes the second most to the GVA of the is the finance sector at 13.7%, followed by the trade sector with 12.9%. The sector that contributes the least to the economy is the mining sector with a contribution of R 2.89 million or 0.04% of the total GVA. In comparison to other regions within the Amatole District Municipality, it is clear that the Raymond Mhlaba contributes the most community services towards its own GVA, with 26.29%, relative to the other regions within Amatole District Municipality

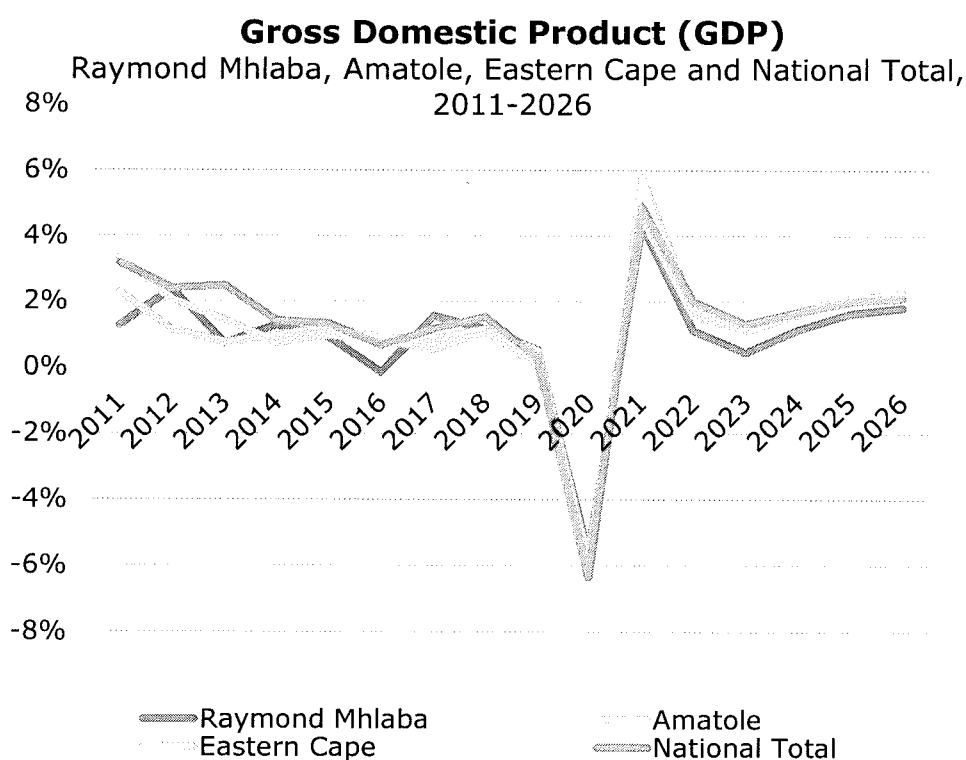
Gross Value Added (GVA) by broad economic sector
Raymond Mhlaba Local Municipality, 2021



Source: IHS Markit Regional eXplorer version 2257

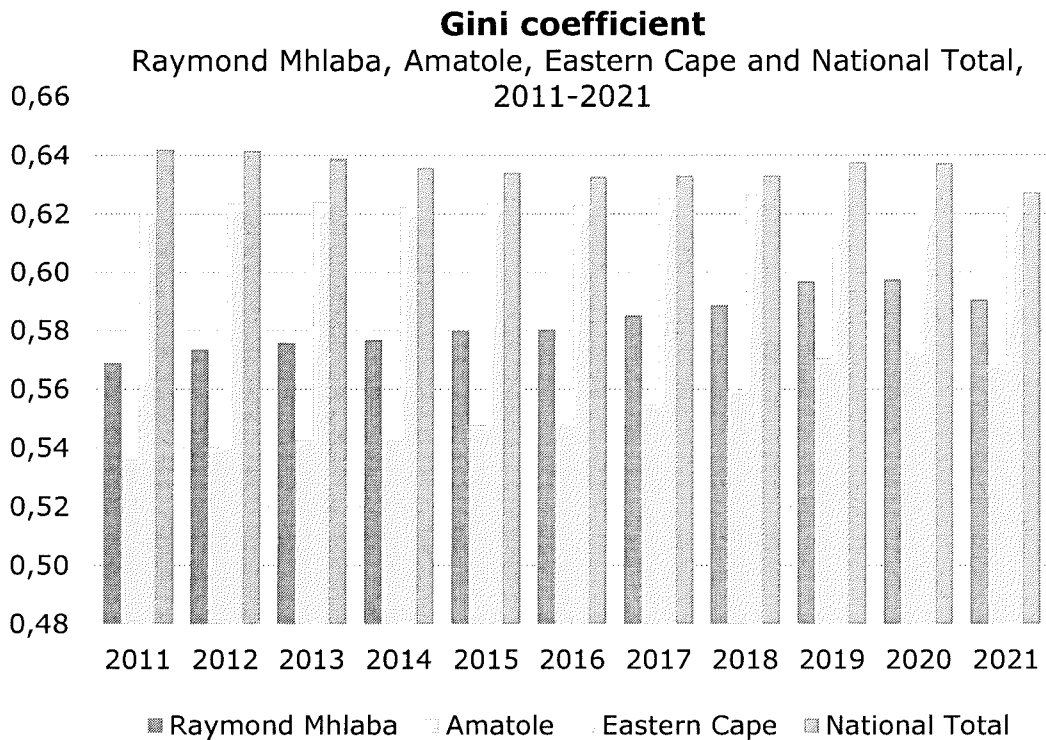
Economic Growth Forecast

It is expected that the municipality will grow at an average annual rate of 1.22% from 2021 to 2026. The average annual growth rate in the GDP of Amatole District Municipality and Eastern Cape Province is expected to be 1.74% and 1.69% respectively. South Africa is forecasted to grow at an average annual growth rate of 1.81%, which is higher than that of the Raymond Mhlaba Municipality.



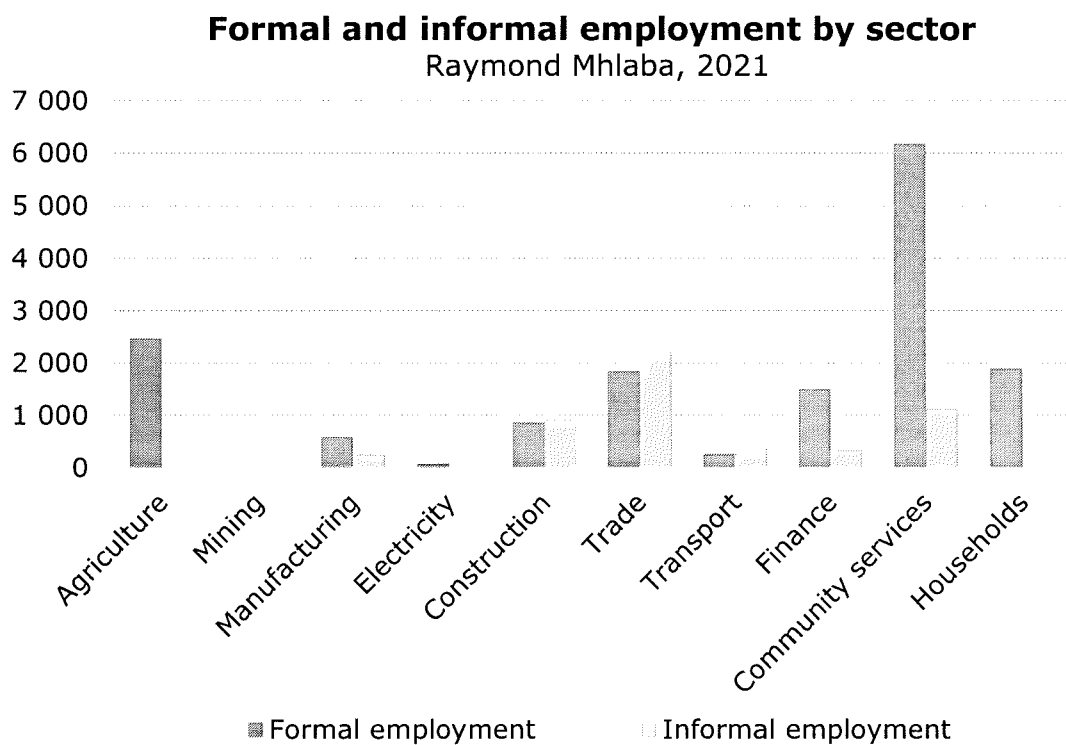
2.7 GINI COEFFICIENT

The municipality's Gini coefficient was at 0.59, which reflects an increase in the number over the ten-year period from 2011 to 2021. The Amatole District Municipality and the Eastern Cape Province had a Gini coefficient of 0.568 and 0.622 respectively. When the municipality is contrasted against the entire South Africa, it can be seen that it has a more equal income distribution with a lower Gini coefficient compared to the South African coefficient of 0.627 in 2021. This has been the case for the entire 10 year history.



Source: IHS Markit Regional eXplorer version 2257

2.8 EMPLOYMENT

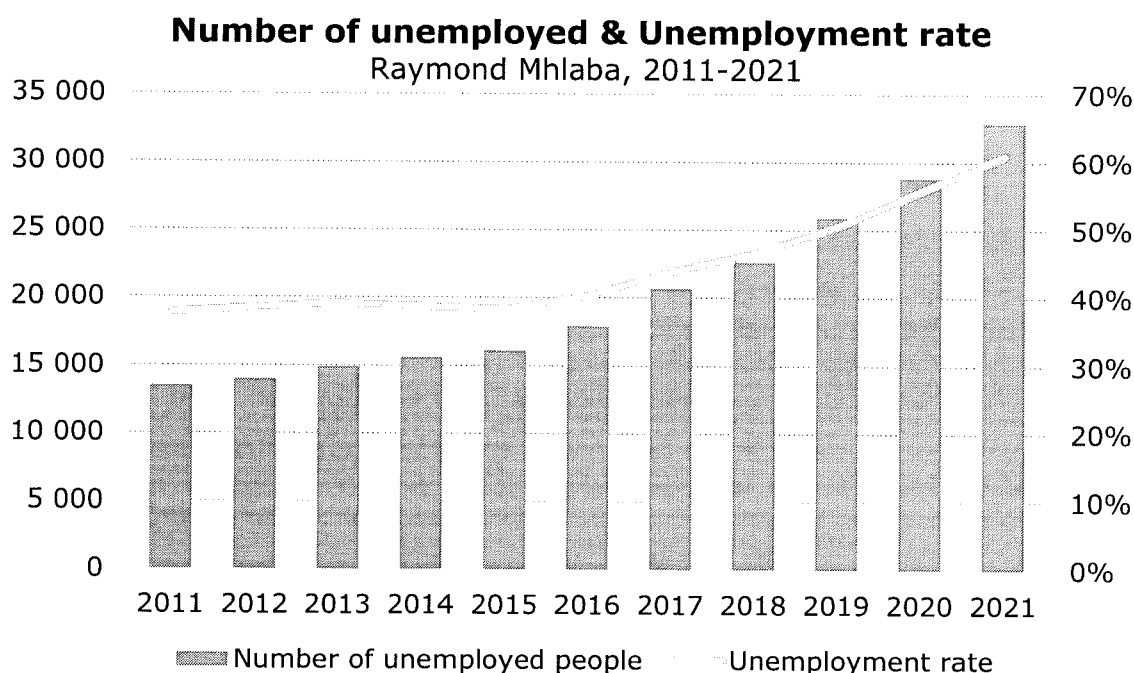


Source: IHS Markit Regional eXplorer version 2257

A total of 28000 people within the municipality were employed in 2021. The number of formally employed people amounted to 15 600, which is about 75.06% of the total employment, while the number of people employed in the informal sector counted 5 200 or 24.94% of the total employment. Informal employment decreased from 5240 in 2011 to an estimated 2500 in 2021. Trade sector recorded the highest number of informally employed, with a total of 2 210 employees or 42.54% of the total informal employment. This can be expected as the barriers to enter the Trade sector in terms of capital and skills required is less than with most of the other sectors. The manufacturing sector has the lowest informal employment with 251 and only contributes 4.82% to total informal employment.

2.9 UNEMPLOYMENT

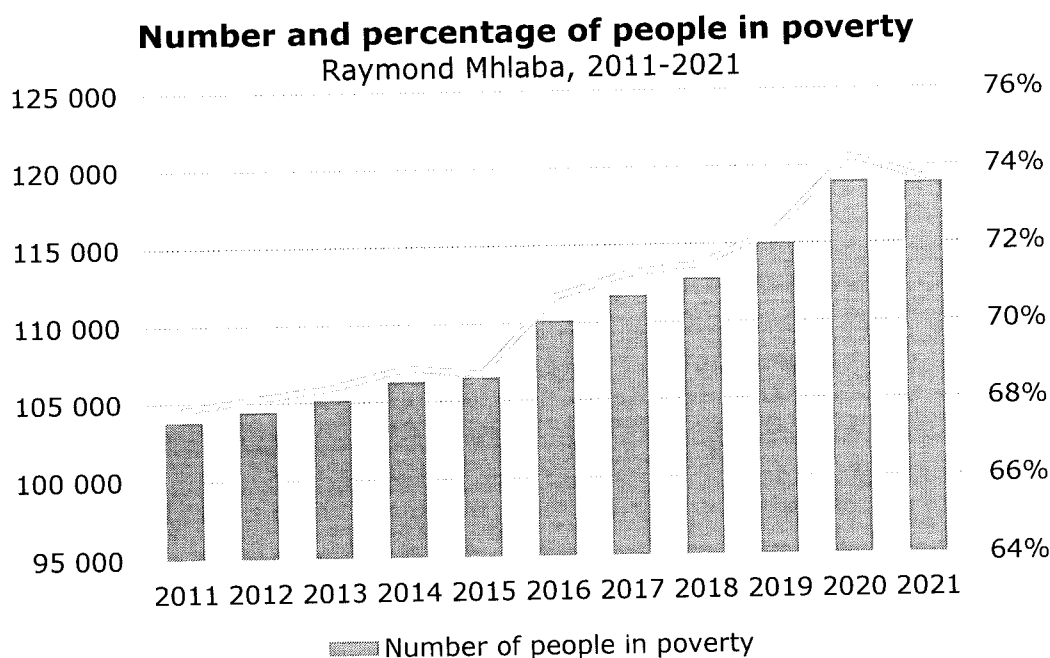
The statistical analysis reveal that unemployed data includes all persons between 15 and 65 who are currently not working, but who are actively looking for work. It therefore excludes people who are not actively seeking work (referred to as discouraged work seekers). In 2021, there were a total number of 32 900 people unemployed within the municipality, which is an increase of 19 400 from 13 500 in 2011. The total number of unemployed people constitutes 25.07% of the total number of unemployed people in Amatole District Municipality. The municipality experienced an average annual increase of 9.33% in the number of unemployed people, which is worse than that of the Amatole District Municipality which had an average annual increase in unemployment of 9.82%. Based on the official definition of unemployment the unemployment rate was 60.92%, which is an increase of 23.2 percentage points. Compared to the Eastern Cape Province it can be seen that the unemployment rate for Raymond Mhlaba Local Municipality was higher than that of Eastern Cape which was 45.61%.



Source: IHS Markit Regional eXplorer version 2257

2.10 POVERTY INDICATORS

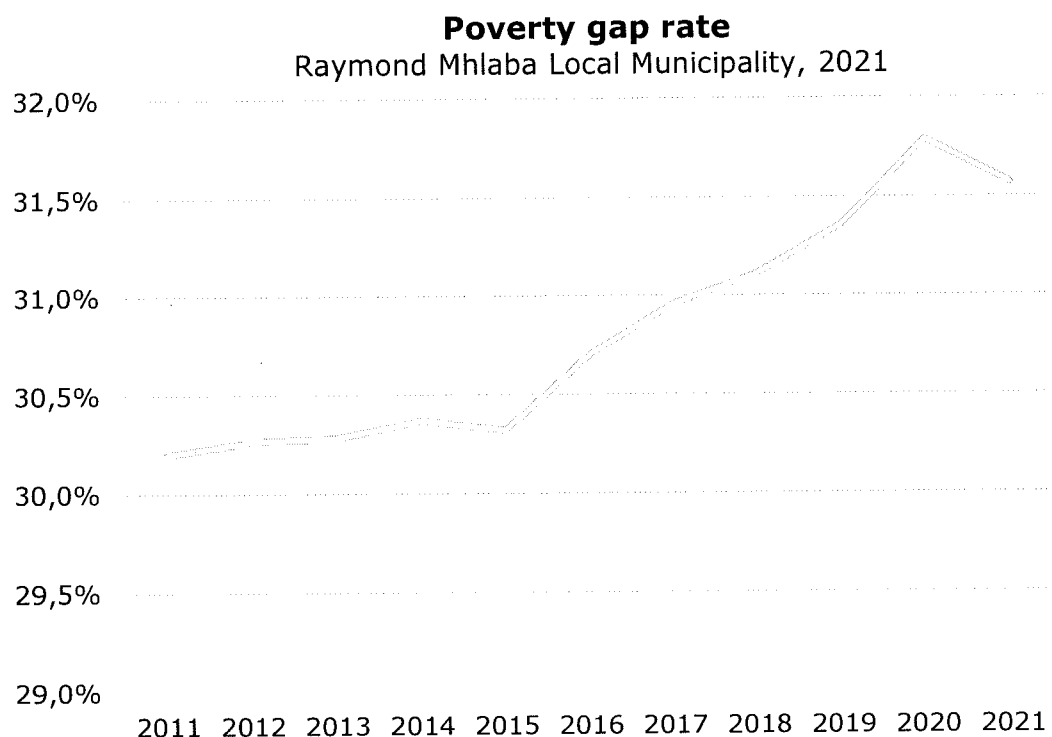
The upper poverty line is defined by StatsSA as the level of consumption at which individuals are able to purchase both sufficient food and non-food items without sacrificing one for the other. Using the upper poverty line definition 119 000 people were living in poverty in 2021, across the municipality - this is 14.52% higher than the 104 000 in 2011. The percentage of people living in poverty has increased from 67.84% in 2011 to 73.66% in 2021, which indicates an increase of -5.83 percentage points. This may be attributed to many aspects i.e. social grants offered by national government, seasonal jobs offered in the citrus industry and even contributions done by the municipality in terms of infrastructure development through the Expanded Public Works Programme, Community Work Programmes and through Cooperatives established by the municipality.



Source: IHS Markit Regional eXplorer version 2257

2.10.1 POVERTY GAP

The poverty gap rate amounted to 31.6% in 2021 compared to 2011 where it was 30.2%, it can be seen that the poverty gap rate increased from 2011 to 2021, which means that there were no improvements in terms of the depth of the poverty within the municipality.



Source: IHS Markit Regional eXplorer version 2257

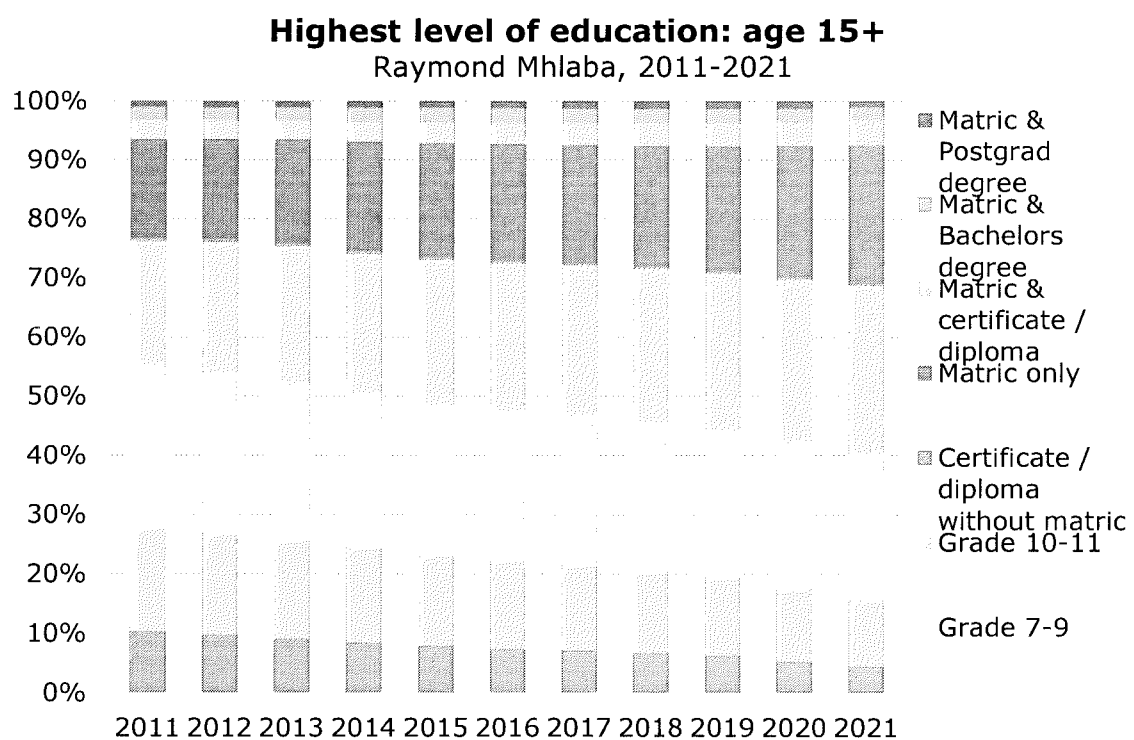
Interventions to alleviate poverty;

1. Proactively identify land for development purpose.
2. Support in accessing employment opportunities and skills development programs.
3. Improve access to basic services.
4. Take active steps to ensure that overall economic and social conditions of the community are conducive for employment opportunities.
5. Review existing policies and procedures to promote local economic development.

2.11 EDUCATION

Education is a key dimension that directly influences the potential employability of community members is their education background and levels of skills that they possess. The level of education and skills within a region impacts on many factors, including: the productive efficiency of investments (e.g. health, capital), employment potential, the gender gap and productivity and income levels. In view of the foregoing, education is therefore, acknowledged as being inextricably linked to the economic development of Raymond Mhlaba Municipal area and to a growing society

at large. The Raymond Mhlaba local Municipality is showing great improvement in terms of education. The number of people without any schooling decreased from 2011 to 2021 with an average annual rate of -8.20%, while the number of people with 'matric only' category, increased from 15,700 to 24,400. The number of people with 'matric and a certificate/diploma' increased with an average annual rate of 3.80%, with the number of people with a 'matric and a Bachelor's' degree increasing with an average annual rate of 0.71%. Overall improvement in the level of education is visible with an increase in the number of people with 'matric' or higher education. This is reflected in the graph below:-



Source: IHS Markit Regional eXplorer version 2257

In addition to the above, the following table indicates the level of education amongst the population within the municipality.

EDUCATION LEVELS	
Level of education	Total
No schooling	2430
Grade 0-2	2160
Grade 3-6	11 800
Grade 7-9	25 500
Grade 10-11	29 700
Certificate /diploma without matric	293
Matric only	24 400
Matric certificate /diploma	4340
Matric & Bachelor's degree	2320
Matric & Postgraduate degree	1 140

Interventions relating to Education:

1. More equitable access to technical and vocational education, training and higher education; and the knowledge, skills and values needed to function well and contribute to society.
2. Assist in acquisition of foundational and higher-order skills

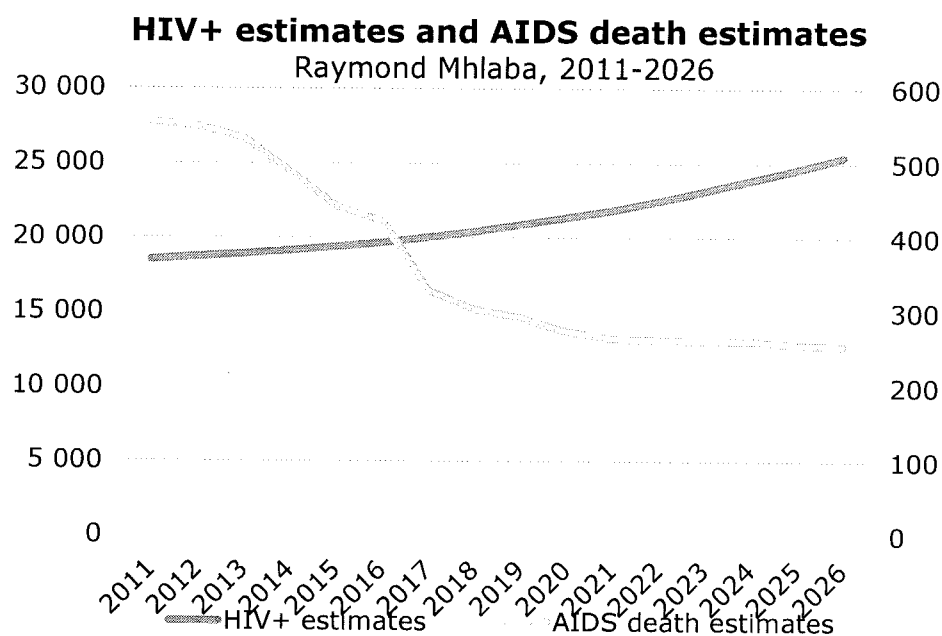
Implication for Economic Growth

There has been a gradual improvement in the level of education in Raymond Mhlaba and the population is relatively well educated compared with other municipal areas in the province, however overall education levels are still quite low. There is a large proportion of the population

who are unable to be fully economically active members of the community due to the fact that they are unemployable. This impacts on income levels of the community and reduces the potential for economic growth. Another could be the lack of employment opportunities for more skilled workers, which reduces the incentives for further study. Skilled people are more likely to leave the area to look for work or higher paying work elsewhere, reducing the skills available in the area.

2.12 HIV/AIDS

In 2021 it is reported that there were 21 900 people living with HIV infections. This reflects an increase at an average annual rate of 1.69% since 2011, and in 2021 represented 13.54% of the local municipality's total population. The Amatole District Municipality had an average annual growth rate of 1.44% from 2011 to 2021 in the number of people infected with HIV, which is lower than that of the Raymond Mhlaba Local Municipality.



Source: IHS Markit Regional Explorer version 2257

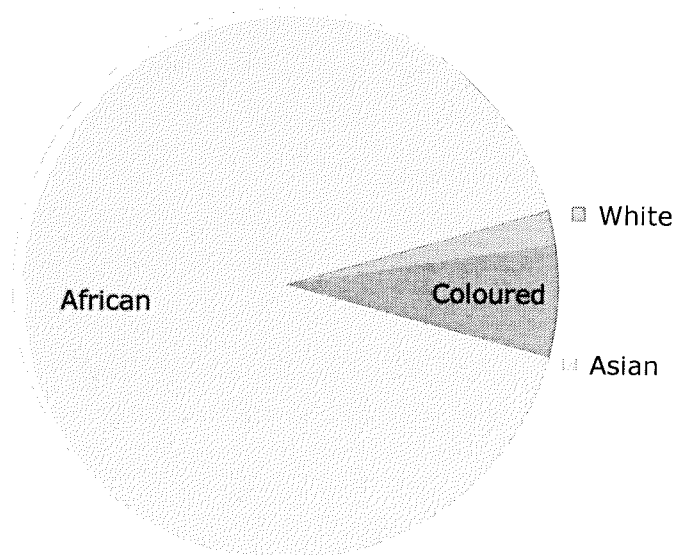
INTERVENTIONS RELATING TO HIV/AIDS

1. Focus on programs that will minimize the risk
2. Facilitate programs with Provincial counterparts to address the issues of HIV/AIDS

2.13 NUMBER OF HOUSEHOLDS

The Municipality had a total of 44 832 households by the end of 2021. The composition of the households by population group consists of 91.4% which is ascribed to the African population group with the largest amount of households by population group. The Coloured population group had a total composition of 6.2% (ranking second). The White population group had a total composition of 2.0% of the total households. The smallest population group by households is the Asian population group with only 0.4%. The growth in the number of African headed households between 2010 and 2019 was on average of 0.47% per annum, which translates in the number of households increasing by 1 820 in the period. Although the Asian population group is not the biggest in size, it was however the fastest growing population group between 2010 and 2019 at 6.40%. The average annual growth rate in the number of households for all the other population groups has increased by 0.44%.

Number of Households by Population group
Raymond Mhlaba, 2021



Source: IHS Markit Regional eXplorer version 2257

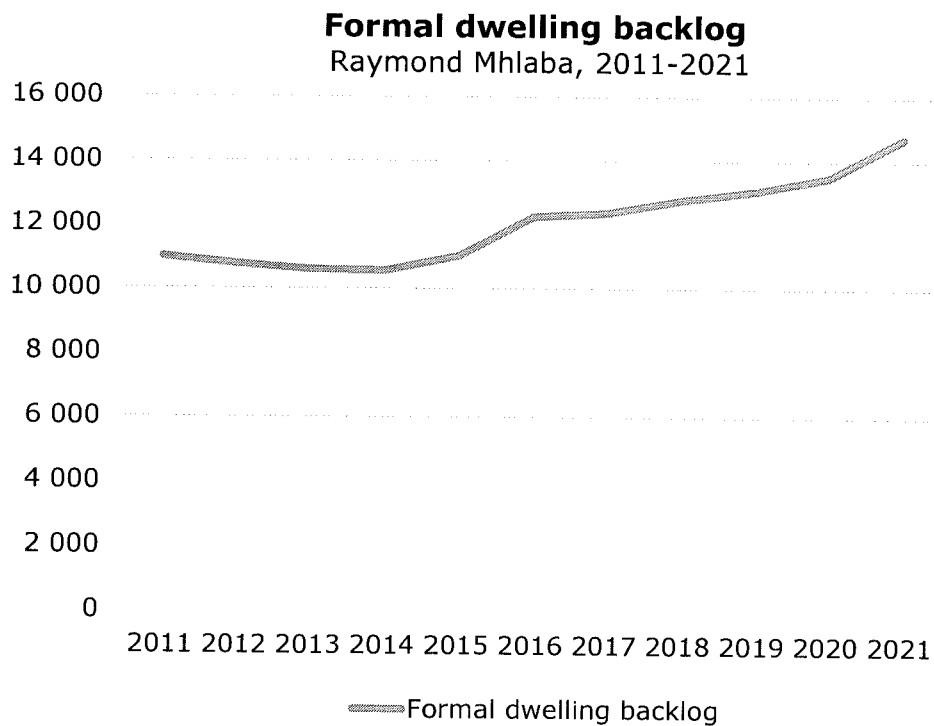
2.13.1 HOUSEHOLD BY INFRASTRUCTURE

The section below deals with number of households by infrastructure type as at 2021.

2.13.1.1 Number of households by type of dwelling unit

Dwelling type	Formal	Informal	Traditional	Other dwelling type	Total
Number of households	31 407	2 703	10 574	148	44 832

2.13.1.2 Number of Households not living in a formal dwelling



Source: IHS Markit Regional eXplorer version 2257

From the graph above, it can be seen that in 2010 the number of households not living in a formal dwelling were 11 000 and 13 400 in 2021.

2.13.1.3 Households by type of sanitation

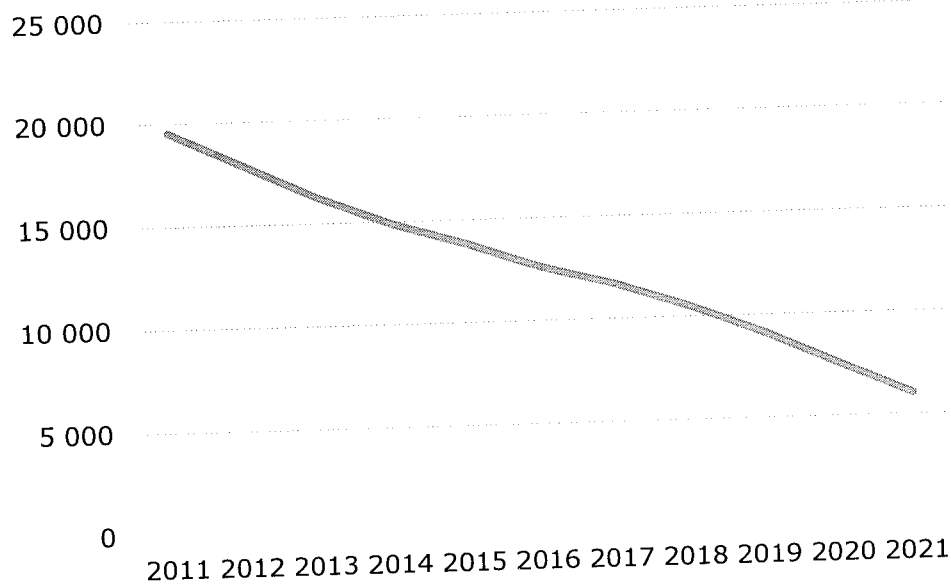
The Municipality had a total number of 22 800 flush toilets (49.90% of total households), 10 700 Ventilation Improved Pit (VIP) (23.42% of total households) and 9 710 (21.25%) of total households pit toilets. The figures are broken down on the table below;

Household by type sanitation	Flush toilet	Ventilation Improved Pit (VIP)	Pit toilet	Bucket system	No toilet	Total
Number of households	22 530	11 665	8 574	663	1 398	44 832

2.13.1.4 Sanitation backlog

As illustrated in the graph below, number of households in 2009 without any hygienic toilets in was 22 700, this decreased annually at a rate of -7.28% to 10 600 in 2021 as illustrated in the graph below.

Sanitation backlog Raymond Mhlaba, 2011-2021



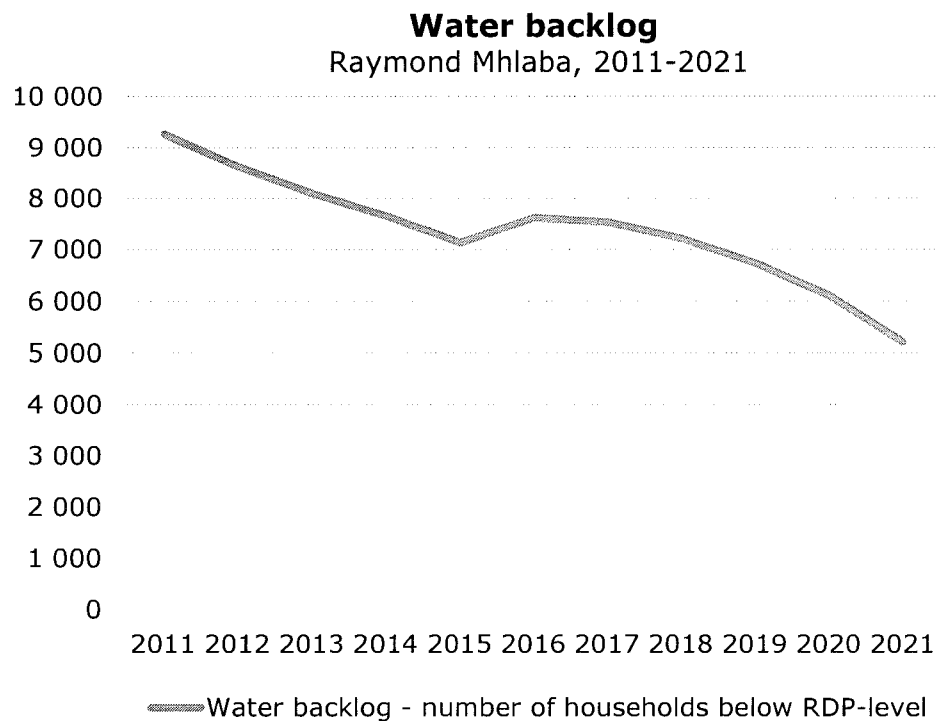
Source: IHS Markit Regional eXplorer version 2257

2.13.1.5 Household by Level of access to water

Type of water	Piped water inside dwelling	Piped water in yard	Communal piped water: less than 200m from dwelling (At RDP-level)	Communal piped water: more than 200m from dwelling (Below RDP)	No formal piped water	Total
Number of households	9 907	12 278	15 002	4 563	3 081	44 832

2.13.1.6 Water backlog

In 2010 the number of households below the RDP-level were 10 100 within Raymond Mhlaba Local Municipality, this decreased annually at -2.74% per annum to 7 640 in 2021.

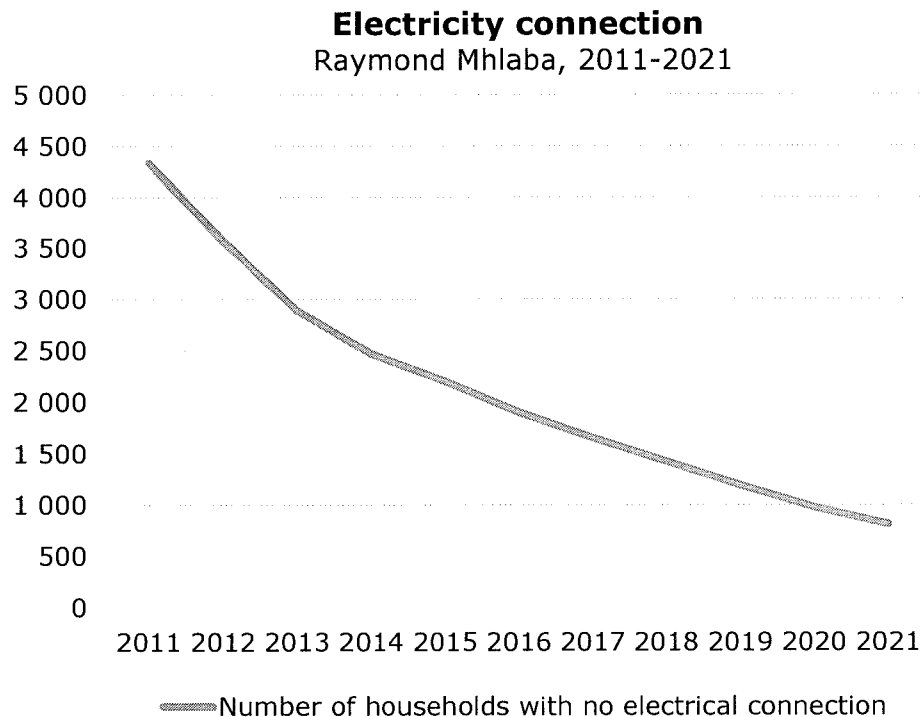


Source: IHS Markit Regional eXplorer version 2257

2.13.1.7 Household by Electricity Connection

Type of electrical connection	Electricity for lighting only	Electricity for lighting and other purposes	Not using electricity	Total
Number of households	1 796	41 474	1 562	44 832

Households with no electrical connection



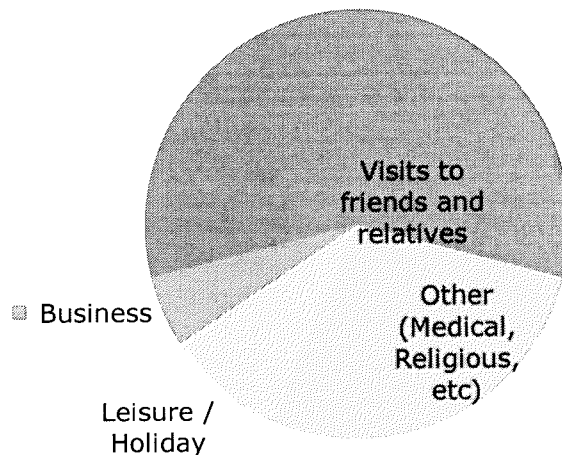
Source: IHS Markit Regional eXplorer version 2257

Looking at the table above it can be seen that in 2010 the households without an electrical connection was 6 410, this decreased annually at -13.17% per annum to 1 560 in 2021.

2.14 TOURISM

Tourism in Raymond Mhlaba is one of the key sectors of economic growth. Raymond Mhlaba is renowned of its rich heritage and history. It is the home to the University of Fort Hare, Lovedale College, the Historical Adelaide Gymnasium High School and Healdtown; moreover the municipal area boasts a number of tourism routes. This rich history and heritage however is not yet exploited. Visit to friends and relatives recorded the largest share of 57.60% of the total tourism and Others (Medical, Religious, etc) tourism had the second highest share of 24.65%, followed by leisure / holiday tourism at 12.02% and the Business tourism with the smallest share of 5.73% of the total tourism within Raymond Mhlaba Local Municipality.

Tourism - trips by Purpose of trip Raymond Mhlaba Local Municipality, 2021



Source: IHS Markit Regional Explorer version 2257

2.15 ENVIRONMENTAL CHARACTERISTICS

This section provides background on the current status of the Environmental conditions and characteristics within Raymond Mhlaba Local Municipality. Furthermore, it also reflects the key issues facing the environment within the municipal area.

2.15.1 Physical Attributes

Vegetation Types

- **Amatole Montane Grassland:** Sweet grassland dominated by grasses such as *Themeda triandra*, *Pennisetum sphacelatum*, and *Ehrharta calycina*. This vegetation is good for cattle and sheep grazing. It is suitable for winter grazing but is vulnerable to transformation to sourveld, Karoo and Grassy Fynbos due to overgrazing.
- **Bedford Dry Grassland:** This grassland is composed of a few *Acacia* Karoo trees along water courses. It is suitable for grazing, and erratic summer rainfall makes the area high risk for agronomy.

- **Eastern Cape Escarpment Thicket:** The enclosed canopy is up to 6m in height and woody evergreen species are dominant. There is also a great variety of species in this thicket type and it is suitable for grazing of angora and Boer goats.
- **Eastern Cape Thornveld:** Open savannas dominated by Acacia Karoo bush clumps or individuals. They have a strong grassy characteristic, except in areas where overgrazing is present. Fire and grazing are important processes in the extent of this vegetation type.
- **Great Fish Thicket:** This vegetation is characterized by shrubs of an adult height, and dense and tangled shrubs with spines and thorns. On steep valleys it is characterized by tall, succulent tree euphorbias.

2.15.2 Geology and Soils

The Geology of Raymond Mhlaba Local Municipality mainly consists of the Beaufort sediments that are intruded by the Karoo dolerite that have thus penetrated the formation in many areas in the form of sills and dykes. The Beaufort sediments therefore comprise of shale, mudstone and sandstone. The soils in the area are therefore derived from the Beaufort and Molteno series of the Karoo sequence, most of the soils are therefore shallow and poorly developed and rocky. Alluvium occurs in the river terraces and no mineral deposits are found in the area although there is building stones and gravel that can be obtained from the area.

2.15.3 Topography

Raymond Mhlaba Local Municipality has a landscape that has a character of a flat, regular topography; the Northern Part of the municipality is structured by high mountain ranges, having the highest peak being the Hogsback Region, which has a height level of 1700m- 2000m above the sea. Towards the southern region, the topography starts to have a relatively flat surface and evens out, having some of the southern parts with the heights of less than 200m above sea level. The topography has influenced the distribution of human activities in the area, with most of the settlements occurring at heights of 200m-400m above sea level.

2.15.4 Biodiversity Conservation

Most of the Raymond Mhlaba jurisdiction is undisturbed and untouched environment, therefore the biodiversity in the area is very rich. There are areas that are categorized as those that are of primary environmental sensitivity, and these areas include those that are around the rivers and dams, those that are along wetlands and nature reserves. These areas are those that require environmental policies that are there to protect them and to ensure that they contribute towards the thriving economy of the municipality. In the Raymond Mhlaba Local Municipality the notable areas include:

- A natural corridor, which according to Terrestrial Critical Biodiversity Areas exists in the central portion of the Municipality.
- Water resources, which include Keiskamma River Basin, Koonap River, Baviaans River, Tyume River, Mxhelo River, Kat River Dam, and other rivers.
- Protected areas include the Doubledrift Nature Reserve, the Great Fish River Complex, and the Mpofu Game Reserve.
- Existing forests include the forestry products such as eucalyptus, pine, wattle and indigenous forests.

2.15.5 Climate Change

Climate change is a phenomenon that seems to have effect on everyone and therefore every area is affected by it, this phenomenon therefore has effects as to change climatic conditions, whether in a positive or negative way, this means that weather conditions are subjected to change because of a phenomenon known as global warming, which therefore lead to temperature increase and change in seasonal patterns within a region. The effects of such are associated with heavy rainfalls, unbearably hot conditions, mudslides due to heavy rainfalls therefore resulting in soil erosion. The result of such implications therefore result in depletion of food security, depletion of water sources therefore resulting in increased poverty to those that are dependent on subsistence farming, and increased prices to consumers that rely on commercial crop production, as it requires the farmers to increase technological efforts to sustain food production.

2.15.6 Water Resources

- **Rivers:** Raymond Mhlaba Local Municipality is well drained by a number of rivers, the major ones thus being the Keiskamma River that is located easterly of the municipality, the Kat River which is located on runs north to south on the western side of the municipality, the Tyume river which runs from the mountainous Hogsback region and proceeds westerly towards Alice and then the southern- easterly to join the Keiskamma river. The Southern edge of the municipality is drained by the Koonap River and the Great Fish River.
- **Dams:** Raymond Mhlaba Municipality is supported by two main dams, which are the Kat River Dam and the Binfield Park Dam. There are also other small dams that are found within the municipal area, and they are known as the pleasant view dam, Hogsback Dam and the Debe Dam. These dams, along with the Sandile Dam that is found in a neighbouring municipality known as the Amahlathi Municipality, serve as main water supply schemes for the area and therefore serve as water supply for both domestic and agricultural use in the area. The municipality has however identified a tourism opportunity with the construction Foxwood dam, north of Adelaide.
- **Waterfalls:** the municipal area has water falls around Hogsback area, which is one of the beautiful resorts around Raymond Mhlaba.

2.15.7 Environmental Sensitivity

As most of the area in Raymond Mhlaba Municipality is undisturbed, the biodiversity in the area is still very rich. Areas of primary environmental sensitivity, mostly along rivers, dams, wetlands and nature reserves are categorized as conservation areas. These areas require sound environmental policies and practices to ensure a sustained and thriving economy in the municipality. In the Raymond Mhlaba Municipality the notable areas include:

- A natural corridor, which according to Terrestrial Critical Biodiversity Areas exists in the central portion of the Municipality.
- Water resources include Keiskamma River Basin, Kat River Dam, and other rivers.
- Protected areas include the Doubledrift Nature Reserve, the Great Fish River Complex, and the Mpofu Game Reserve.
- Existing forests include the forestry products such as eucalyptus, pine, wattle and indigenous forests.

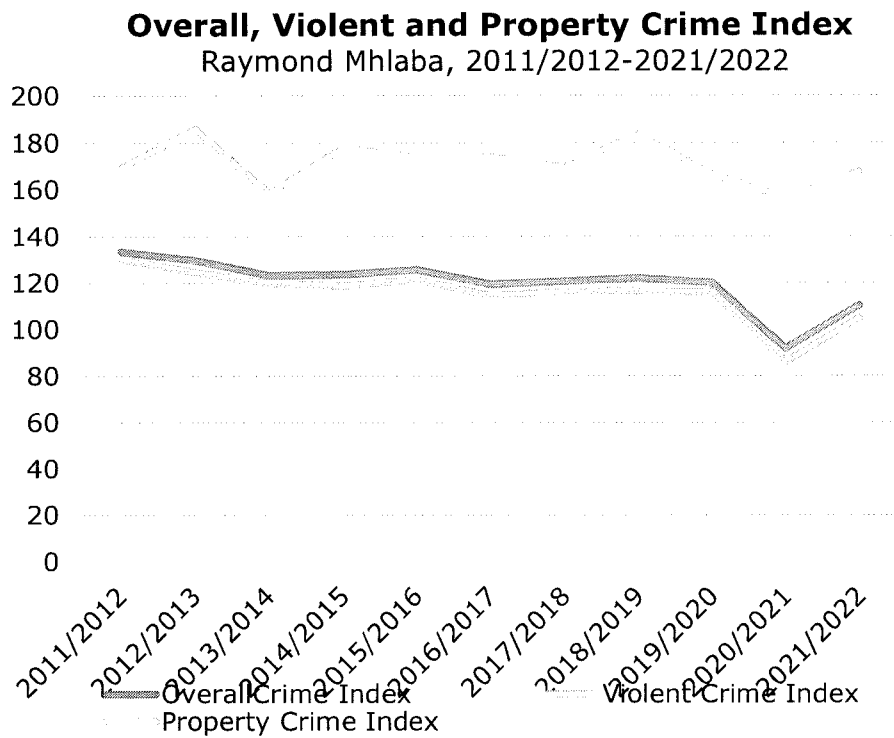
2.15.8 Ecosystem Status

The ecosystem has guidelines that are attached to it that are intended to inform the land use management processes within the area and they assist with the identification of the need for Environmental Impact Assessment also known as the (EIA) in certain areas within the municipality. Endangered, vulnerable and least threatened areas describe some of the relevant characteristics of the ecosystem status that falls within the municipality.

- **Endangered Areas:** These are areas whose original ecosystem has been so reduced that they functioning and existence is under threat of collapsing. Endangered land cannot withstand loss of natural area through disturbance or development. Portions of endangered areas have been identified mainly in Alice and Fort Beaufort and a small portion in Adelaide.
- **Vulnerable Areas:** Vulnerable areas cover much of their original extent but further destructions could harm their health and functioning. Vulnerable land can only withstand limited loss of the area through disturbance or development. Vulnerable land covers a large extent of the Raymond Mhlaba Local Municipality.
- **Least Threatened Areas:** The ecosystems of the less threatened areas cover up most of their original extent which are mostly intact, healthy and functioning. These areas can withstand some loss to the natural areas through development. A greater portion of Raymond Mhlaba is covered by least threatened eco-system status.

2.15 CRIME

Like all small towns, various forms of crime ranging from, rape, robbery, burglary and assault affect Raymond Mhlaba Local Municipality. For the purpose of this document, four types of crime are happening in the Raymond Mhlaba area have been selected, namely sexual crimes, common robbery, burglary at residential premises and assault with the intent to inflict grievous bodily harm.



Source: IHS Markit Regional eXplorer version 2257

For the period 2011/2012 to 2021/2022, overall crime has decrease at an average annual rate of 1.89%. Violent crime decreased by 2.13% since 2011/2012, while property crimes decreased by 0.12% between the 2011/2012 and 2021/2022 financial years.

CHAPTER 3: STATUS QUO ANALYSIS PER KEY PERFORMANCE AREA (KPA)

The aim of this Chapter is to provide detailed information on the status quo of each key performance areas. It also articulates the municipality's broad institutional framework in relation to governance.

3.1 KPA 1: MUNICIPAL TRANSFORMATION AND INSTITUTIONAL DEVELOPMENT

1. INTRODUCTION TO ADMINISTRATION

Raymond Mhlaba Local Municipality Council adopted an organisational structure, which will ensure attainment of the objectives entailed in the IDP. Alice town is a legislative seat and Fort Beaufort is the administrative head of the municipality. The municipal main offices are in Fort Beaufort, while the Council Chamber is located in Alice. The municipality has satellite offices in Adelaide, Alice, Bedford, Seymour, Middledrift and Hogsback. All these satellite offices have Unit Managers who are responsible for smooth running and monitoring of municipal satellites. The municipality has a code of conduct for Councillors, as well as, for all employees. The principalship of the Raymond Mhlaba Local Municipality's administrative structure lies with the Municipal Manager who administers the Institution with departments and various units reporting directly to him/her.

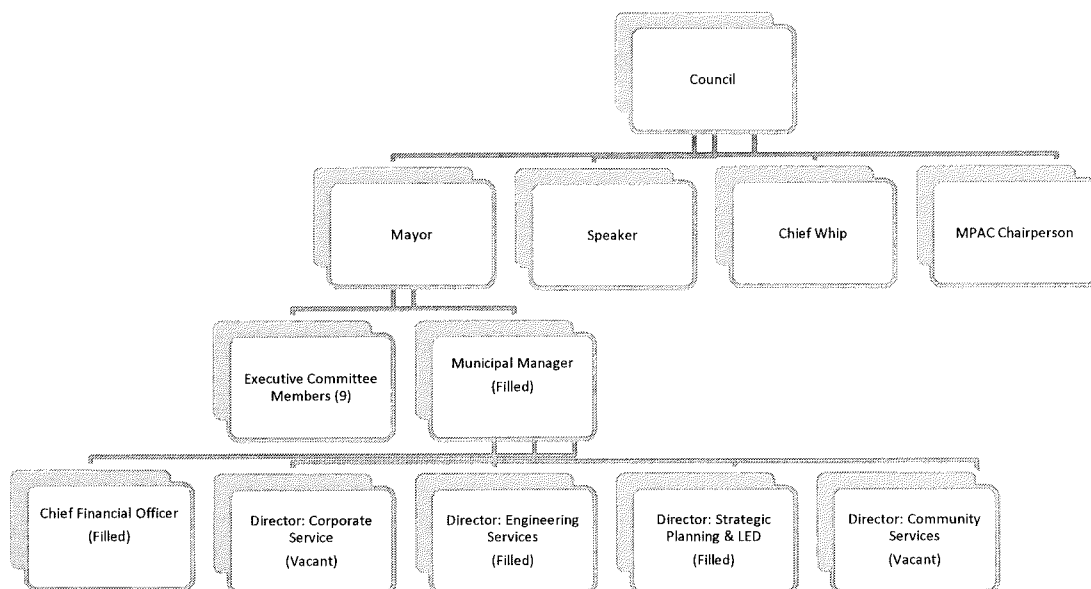
Functions of the Municipal Manager include:

- The management of the Municipality;
- The rendering of Raymond Mhlaba Municipality's administrative Services to the Municipality;
- The rendering of Financial Services to the Municipality;
- The rendering of Corporate Services to the Municipality;
- The rendering of Protection Services;
- The rendering of Engineering Services;
- The rendering of support to the Office of the Mayor.
- The rendering of support to the Office of the Speaker
- The rendering of support to the office of the Chief Whip.

Of the functions identified six (6) departments were established to perform the functions, these being:

- Municipal Manager's Office
- Corporate Services
- Budget & Treasury Office
- Strategic Planning & Local Economic Development
- Engineering Services
- Community Services

Illustration of the Institutional Structure of Raymond Mhlaba Municipality is as follows:



3.2 Human Resource Strategy

The Municipality is in the process of developing the HR Strategy as the old one for the Erstwhile municipalities expired in 2017. The HR Strategy considerations focus on building systematic human resource practices that improve employees' motivation and skills. The strategy also focuses more on selecting the right employees to do the job, managing their activities and

motivating them to stay with the municipality. The purpose of generating these strategies is to mitigate the threats and weaknesses which human resources and the municipality is faced with by among other things, taking advantage of the identified opportunities and capitalising on the identified strengths.

One of the key issues that can make the municipality as the employer of choice is to offer competitive salaries and financial reward, which can be viewed as a major differentiation in being an employer of choice.

3.3 Job Evaluation

The municipality has started a process of Job description writing. A Job Evaluation Committee has been established. The task of the committee is to ensure that departments are developing job descriptions and ensures quality. Job evaluation is conducted by the District Job Evaluation Committee and thereafter to the Provincial Audit Committee for confirmation of results.

3.4 Employment Equity Plan

The plan seeks to achieve reasonable progress towards affirmative action in the workforce. After the analysis of the existing employee profile of Raymond Mhlaba Municipality it was discovered that the Municipality race is no longer a problem.

The Municipality strives to meet the Employment Equity targets to comply with the Employment Equity Act and redress past imbalances. The institution reports to the Department of Labour on yearly basis around equity targets.

Total number of employees (including employees with disabilities) in each of the following occupational levels: Note: A=Africans, C=Coloureds, I=Indians and W=Whites

Occupational Levels	Male				Female				Foreign Nationals		Total
	A	C	I	W	A	C	I	W	Male	Female	
Top management	0	0	0	0	1	0	0	0	0	0	1
Senior management	3	0	0	0	1	0	0	0	0	0	4

Professionally qualified and experienced specialists and mid-management	6	1	0	1	4	0	0	0	0	0	0	12
Skilled technical and academically qualified workers, junior management, supervisors, foremen, and superintendents	61	3	0	3	28	3	0	0	0	0	0	98
Semi-skilled and discretionary decision making	80	3	0	0	39	1	0	1	0	0	0	124
Unskilled and defined decision making	89	14	0	0	146	11	0	0	0	0	0	260
TOTAL PERMANENT	265	21	0	4	220	15	0	1	0	0	0	526

Total number of employees with disabilities only in each of the following occupational levels: Note: A=Africans, C=Coloureds, I=Indians and W=Whites

Occupational Levels	Male				Female				Foreign Nationals		Total
	A	C	I	W	A	C	I	W	Male	Female	
Top management	0	0	0	0	0	0	0	0	0	0	0
Senior management	0	0	0	0	0	0	0	0	0	0	0
Professionally qualified and experienced specialists and mid-management	0	0	0	0	1	0	0	0	0	0	1
Skilled technical and academically qualified workers, junior management, supervisors, foremen, and superintendents	0	0	0	0	1	0	0	0	0	0	1
Semi-skilled and discretionary decision making	1	0	0	0	0	0	0	0	0	0	1

Unskilled and defined decision making	5	1	0	0	10	0	0	0	0	0	16
TOTAL PERMANENT	6	1	0	0	10	0	0	0	0	0	17

3.5 The Workplace Skills Plan (WSP)

According to the Skills Development Act, all employers are expected to submit their Workplace Skills Plan and Annual Training Report to their respective SETA's by the 30 April of each year. In addition, employers are also expected to prepare monitoring reports on any training that took place as per the submitted WSP and submit to LGSETA on quarterly basis. Raymond Mhlaba Municipality has developed, adopted and implemented a WSP and submitted it to the LGSETA by April 2021, which is a stipulated time. The process of development of the WSP included skills audit that identified training interventions needed. The following programs are reflected in Raymond Mhlaba Municipality Workplace Skills Plan (WSP).

- National Treasury Minimum Competency Requirement
- Workplace Integrated Learning
- Unit Standard based and Non Unit standard based Trainings
- Skills programs

3.6 Training of officials, Councillors, Ward Committees and Unemployed learners

Training is currently being conducted in line with the Council approved WSP and an allocated budget for training including funding from SETA's. The training of officials, councillors, ward committees and unemployed learners are also a target in the institutional scorecard of the municipality. Therefore, training is one of the areas that is being prioritised by the municipality. All the newly appointed Councillors were inducted by SALGA.

3.7 Labour Relations

3.7.1 Local Labour Forum

The above-mentioned structure serves as a consultative structure between Labour and Employer and is functional. The structure is made up of councillors, managers and both two recognized union in the sector as prescribed in the Collective Agreement on Organizational Rights. The LLF deals with matters of mutual interest excluding matters that fall under the purview of the Provincial and National Bargaining Council. The LLF convenes its meeting quarterly and when necessary.

3.7.2 Employee Wellness and Occupational Health and Safety

The objectives of the employee wellness and occupational safety are to promote health and wellbeing of employees and Councillors by providing on-going education, information and communication in all health related aspects. They are also encouraged to be proactive about their health and modify their lifestyle for own benefits. The municipality is also ensuring that a safe working environment is created for all the employees at work and visitors during operations. It was identified during the wellness programmes that some employees are suffering from chronic diseases and measures were taken by the municipality to assist those employees. Hospitalisation and counselling of employees is also being undertaken for certain employees. Workshops were held to sensitise employees about conditions that can affect their work and employees are encouraged to come forward for assistance. Follow ups are done for those employees that were affected by these diseases. A workshop for financial health was conducted on 28 February 2023 for employees who are 55 years of age and upwards to sensitise employees about the misuse of pension money. Banks, insurance companies and pension funds were invited to give advice on employees.

The municipality has a functional Occupational Health and Safety Committee (OHS). This committee has started a process of evaluating the conditions of municipal offices that are occupied and are preparing a report and action plan on correcting defects.

3.8 LEGAL MATTERS

The Municipality has a Legal Unit that handles all the legal and litigation matters. A Litigation Register is in place and reports to Council on these matters on a Quarterly basis.

SWOT ANALYSIS

STRENGTHS	WEAKNESSES
<ol style="list-style-type: none">1. Approved Organogram2. Approved WSP3. Functional OHS4. Informative workshops conducted for employees5. Job Evaluation Committee established6. Integrated HR System	<ol style="list-style-type: none">1. No HR Strategy2. Non completion of placement appeals3. No Work Study conducted yet
OPPORTUNITIES	THREATS

1. Labour stability 2. Improved service delivery	1. Change in legislation 2. Hacking of systems 3. Financial viability
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3.9 COUNCIL SUPPORT AND RECORDS MANAGEMENT

Raymond Mhlaba Council Support Unit provides administrative support to all Council structures through compilation of items into an Agenda and taking and transcribing of minutes. The Unit is expected to issue out Agendas for meetings in line with Standing Rules of Order of Council.

As part of the support functions for the success of Raymond Mhlaba Municipality in fulfilling its statutory functions outlined in the Municipal Structure Act, it is key that the support mechanisms outlined in the Municipal Systems Act be put in place. The goal of the auxiliary services is to provide an efficient service to both internal and external stakeholders. Records management is a process of ensuring the proper creation, storage, maintenance, use and disposal of records to achieve efficient, transparent and accountable governance. Sound records management implies that records are managed in terms of an organizational records management programme governed by an organizational records management policy.

A File Plan was approved by the Provincial Archives in December 2017. A well-organized File Plan enables an organization to find information easily. Records that are correctly filed and stored are easily accessible, and this promotes transparency, accountability and democracy. The orderly and efficient flow of information enables the organization to perform its functions successfully and efficiently. The National Archives and Records Service of South Africa Act, 1996 provides the legal framework according to which the National Archives and Records Service regulates the records management practices of all governmental bodies.

The municipality runs a registry in compliance with legislative requirements and this facility is supposed to be used efficiently and effectively to promote good governance and service delivery goals of the municipality. The National Archives and Records Services, in terms of its statutory mandate, requires governmental bodies to put the necessary infrastructure, policies, strategies, procedures and systems in place to ensure that records in all formats are managed in an integrated manner. Raymond Mhlaba municipality is in a process of installing an electronic records management system that complies with these legislative requirements. Training of users and review of records management policy need to be done to enhance good use of the facility. Storage of documents is still a challenge. The Municipality is in a process of procuring two containers that will be customized according to Provincial Archives specifications. Document management workshop will be organized and facilitated by the Provincial Archives.

SWOT Analysis

STRENGTHS	WEAKNESSES
<ol style="list-style-type: none">1. Approved File Plan2. Approved Records Management Policy3. Dedicated Photocopier Machines4. Full Staff compliment	<ol style="list-style-type: none">1. Decentralized document management system2. No electronic document management system
OPPORTUNITIES	THREATS
<ol style="list-style-type: none">1. Limited litigations2. Improved Audit opinion with Auditor General3. Improved relations with Rate Payers	<ol style="list-style-type: none">1. Disasters2. Civil protests

3.10 Administration

3.10.1 Office Provision

Office provision is a challenge that is prevalent at Raymond Mhlaba municipality as a result the municipality utilizes six buildings within Fort Beaufort town as office space. The municipality also uses three park homes that are situated within the main building in Fort Beaufort.

3.10.2 Municipal By-laws

Fourteen Municipal Bylaws were promulgated by February 2019 after full consultation with the community. The fourteen By-laws were sent to all Magistrate Districts within the Raymond Mhlaba Municipality to conclude and approve the penalty clause. The implementation of these by-laws lies within all Municipal departments, Government and Law enforcement entities.

3.10.3 Insurance

The Raymond Mhlaba Municipality appointed Lateral Unison as short-term insurance Brokers with a three years' Service Level Agreement. The insurance covers Councillors, Management and Municipal Assets. This insurance also includes third party liability.

3.11 Fleet Management

In order for the Council to function and execute its core responsibility, a requirement being a support aid in the form of fleet was identified. This is a support aid which requires both acquiring and maintenance. In the process of ensuring the MFMA provisions are enhanced including asset

management process, the municipality must ensure adequate controls. The allocated vehicles must always be accounted for by designated officials within departments. Trip authorities are always a priority in allocation of vehicles and submission of accurate logbooks and petrol slips are non-negotiable.

3.12 Information and Communication Technology (ICT)

3.12.1 ICT GOVERNANCE

Corporate Governance of ICT Policy Framework adopted by parliament in 2012 states that, the Council and Management of municipalities need to extend their governance functions to include the Corporate Governance of ICT. In the execution of the Corporate Governance of ICT, they should provide the necessary strategies, architectures, plans, frameworks, policies, structures, procedures, processes, mechanisms and controls, and culture which are in compliance with the best practice ICT Governance Frameworks.

The following ICT policies were developed, approved and inducted in June 2021.

- ICT Governance Framework
- ICT Security Policy
- ICT Strategy
- ICT User Access Management Policy
- Email Policy
- Backup Policy

3.12. 2 OFFICE BACK-UP (CIBECS)

Raymond Mhlaba local municipality is using Cibecs software for office back-ups. Cibecs is the simplest and most efficient software for business laptop and desktop data protection. Cibecs business backup software has been built from the ground up to address organizational challenges around desktop and laptop data backup and recovery, ensuring tangible operational benefits.

The Cibecs business backup solution consists of three components:

Continuity Server Software: This software application is installed on a centralized server/s and **it ensures that the data is stored efficiently and securely** in an encrypted format.

Control Center Software: This software application is installed on an IT administrator's laptop or desktop, and it serves as a management console whereby IT can centrally define, deploy and enforce their backup policies. The Control Center provides IT the visibility to **identify risk with**

its dashboard and **e-mail reporting** as well as the ability to ensure efficient backups by being able to **configure settings** to optimize its bandwidth and manage its storage requirements.

User Agent Software: This software application gets installed on the end-user's laptop or desktop, and it ensures that the data **backups perform automatically** and securely over an encrypted connection to the server that requires **no user intervention**. The agent ensures the highest efficiencies are achieved by performing block level incremental and encrypted backups with minimal impact to the user. The agent also provides the user with the **self-service wizard-driven restore functionality**, should the user need to restore data.

Cibecs is **centrally deployed** and allows automated deployment to tens, hundreds or thousands of endpoints.

ICT can then **centrally set and customize backup policies** by individual user or by group or department through simple **Active Directory integration**.

Cibecs is easy to install and deploy, easy to customize and control, and easy to monitor. Cibecs is the most intuitive and effective business backup software.

12.3 DRP (Disaster Recovery Plan)

IT Disaster Recovery Plan ("IT DRP") is to provide guidance to Raymond Mhlaba Local Municipality's Information and Communication Technology Unit function in recovering the IT infrastructure in the event of a major IT disaster, in line with the Recovery Time Objectives ("RTO") defined by business.

However, with the above said Raymond Mhlaba local municipality has a Business Continuity Plan where the RTO (Recovery Time Objectives) are properly defined. The financial systems depend on service providers for recovery plans. The offsite backup storage facility is yet to be established but the municipality is in the processing its establishment.

3.12.4 FIREWALL & ANTIVIRUS

A **firewall** is a system designed to prevent unauthorized access to or from a private network. You can implement a **firewall** in either hardware or **software** form, or a combination of both. **Firewalls** prevent unauthorized internet users from accessing private networks connected to the internet, especially intranets.

Currently the municipality is using Cisco ASA firewall software. **ASA** in **Cisco ASA** stands for Adaptive Security Appliance. In brief, **Cisco ASA** is a security device that combines **firewall**, antivirus, intrusion prevention, and virtual private network (VPN) capabilities. It provides proactive threat defense that stops attacks before they spread through the network.

The municipality is currently using ESET Endpoint antivirus for network and PC protection.

3.12.5 INTERNET UPGRADE

The internet upgrade was implemented by the ICT Unit and there was a significant improvement on the internet speed and email access. All sites have been completed; Fort Beaufort, Alice, Middledrift, Adelaide, Seymour, Bedford and Hogsback .

- **Website**

The Raymond Mhlaba municipal website is developed and maintained by the ICT Section.

3.12.6 TELEPHONE SYSTEM

The telephone system used in the municipality is an IP based telephone system. There are extensions specifically allocated to each office.

3.12.7 GIS Project

The Geographic Information System Shared Services Centre. The GIS provides centralized spatial information management, mapping, analysis and dissemination. Server upgrade with the latest technologies has been completed and tested.

SWOT ANALYSIS

STRENGTHS	WEAKNESSES
<ul style="list-style-type: none">• A fully fledged ICT Unit• Compliant Server rooms• A functional website• Adequate Network Infrastructure• Approved Policies• Functional Photocopy Machines in all offices• Functional ICT Steering Committee	<ul style="list-style-type: none">• No Disaster Recovery Site
OPPORTUNITIES	THREATS
<ul style="list-style-type: none">• Investment attraction• Efficient service delivery• Improved tourism	<ul style="list-style-type: none">• Civil Protests• Cyber threats• Load Shedding

3.2 KPA 2: BASIC SERVICE DELIVERY AND INFRASTRUCTURE DEVELOPMENT

Service delivery falls within the functional area of different institutions, but all impact on the lives of the community. This KPA deals with the core functions of the municipality by providing the provision of electricity, roads & stormwater, community facilities, refuse removal, emergency services, and Land & Human Settlements.

3.2.1 ELECTRICITY

INTRODUCTION TO ELECTRICITY

The Local Municipality and Eskom provide the supply of electricity within the municipality. The municipality has a NERSA license to provide electricity in Adelaide, Bedford and Fort Beaufort and the surrounding townships. Electricity in the other administrative areas namely; Alice, Middledrift, Hogsback, Seymour, farm areas and all rural villages is supplied by Eskom. The Municipality has a combined NMD of 14.4 MVA.

In areas supplied by Eskom it is estimated that electricity provision stands at 90% with a backlog of 10% of which most of the areas are extensions that require a line upgrade to electrify the villages. In areas supplied by the municipality, it is estimated that electricity provision stands at 99% with a backlog of 1%, which is new connections for extensions, etc. The municipality does not have issues or challenges with the bulk electricity supply within the municipal areas of supply. The municipality has set aside a budget for the maintenance of its reticulation network though in most cases it is found not to be enough.

The Municipality was handed over the Upper Blinkwater mini grid, which was completed with support and funding from GIZ with DEDEAT. The mini grid supplies electricity to around 67 households. The mini grid has PV solar panels coupled with wind turbines. The mini grid generates and supplies around 65kW of power.

The municipality has also taken into consideration savings in energy consumption within the municipality area of supply. A retrofitting project has started where the municipality is changing streetlights and high mast lights to energy saving lights i.e. LED lights. This project will not only focus on street lightning and high mast, in the near future it will also consider changing internal building lights and air conditioners etc. to energy saving mode. The municipality feels the need of renewable energy and energy saving as a priority.

The Municipality has applied for funding for upgrading of network and electrification of households to DMRE. Implementation of these will depend on the approved allocation.

Key Challenges:

- Ailing infrastructure
- Panels are very old and need to be replaced.
- No signage on exterior of substations and mini subs
- Links and conductors damaged

- Palisade fencing for mini sub-stations in residential area
- Underground old cable faults which leads to unplanned outages
- Increased vandalism and theft on electrical network and equipment especially during loadshedding incurring high cost for replacing and fixing

3.2.2 ROADS AND STORM WATER MANAGEMENT

3.2.2.1 ROADS

The road network within the Raymond Mhlaba Municipal area falls under the jurisdiction of three (3) authorities, namely:

- South African National Roads Agency Limited (**SANRAL**) - responsible the National Route R63 and R67, SANRAL has initiated upgrading of the R63 road and progress currently at Design Stage.
- Eastern Cape Department of Roads and Transport - responsible for the provincial trunk, main, district and minor roads within the area;
- Raymond Mhlaba Local Municipality - responsible for all municipal roads.

The National Department of Transport is currently rolling out the Rural Transport Services and Infrastructure Grant whose objective is to ensure effective and efficient investment on rural roads through development of Road Asset Management System (**RAMS**) with the following methodology in mind:

- ***Collection of Road Inventory data including condition assessment and traffic data.***
- ***Setting up pavement and bridge management system compatible with national standards.***

The system is currently in place and relevant data and updated in line with conditions of the grant. Municipalities are encouraged to utilise this system when prioritising road project.

The National Department of Transport is currently rolling out the Rural Transport Services and Infrastructure Grant whose objective is to ensure effective and efficient investment on rural roads through development of Road Asset Management System (RAMS) with the following methodology in mind:

- ***Collection of Road Inventory data including condition assessment and traffic data.***
- ***Setting up pavement and bridge management system compatible with national standards.***

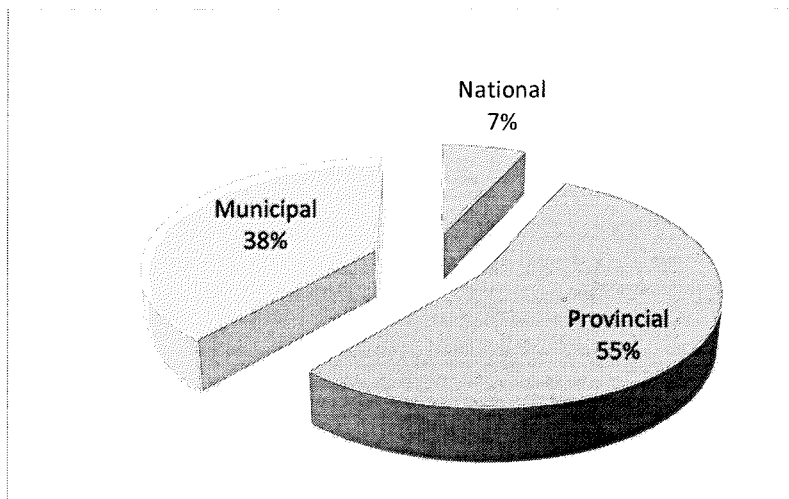
The road network within the Raymond Mhlaba Local Municipality Area, together with the relevant road authority is indicated in table below:

Road network in the Raymond Mhlaba Local Municipal Area

ROAD AUTHORITY	LENGTH
SANRAL	158.35

DRPW	1234.24
RAYMOND MHLABA L.M	878.64
Total	2 280.23

The pie-chart of the road network within the Raymond Mhlaba Local Municipality Area in terms of ownership percentages is reflected below;



CONDITION OF THE SURFACED ROADS:

The surfaced road network was assessed in accordance with the procedure set out in TRH 22. The condition of the roads are summarized in the table below.

ROAD AUTHORITY	LENGTH
SANRAL	158.35
DRPW	1234.24
RAYMOND MHLABA L.M	878.64
Total	2 280.23

The road network has been divided between (EPWP) Expanded Public Works Programme and (MIG) Municipal Infrastructure Grant; this enables the municipality to attend to some of road network challenges.

There are five Taxi ranks in Raymond Mhlaba Municipality namely (Adelaide, Alice, Bedford, Fort Beaufort, and Middeldrift), where commuters use them to board the taxis and buses in and around the villages within the municipality, as well as to surrounding towns. The aforementioned Taxi Ranks are licensed and operate within the regulations set by the municipality and Department of Transport. Seymour and Balfour, as well as Debe Nek do not have licensed taxi ranks – even though there is commuting activity taking place in those areas. The Alice Taxi Rank has been rehabilitated by the municipality (Raymond Mhlaba Local Municipality) in partnership with ASPIRE

(Development Agency of Amathole District Municipality) as part of the Small Town Regeneration Project and has been in operation since March 2019.

The municipal area also has bus shelters around the R63 from Debe Nek to Alice. These shelters play a pivotal role, shielding and providing shade to the commuters against scorching heat and subsequently protecting them on rainy days. There are bus shelters in the rural areas; these were done through the EPWP and Community Works Programme.

The municipality also offers Traffic Services – these officials regulate traffic offences by all road users and ensure that there is tolerance on the road by all who are making use of it. The traffic services unit also provides the following services: Driver's License Testing Stations in Fort Beaufort and Adelaide, only Fort Beaufort offers Driver's license testing, Renewal of Drivers Licenses (Alice and Fort Beaufort), Public Driving Permit, Learners License application and issue (Fort Beaufort), Driver's License application and issue (Fort Beaufort and Adelaide) and Registration and licensing of vehicles (Alice, Adelaide and Fort Beaufort).

3.2.2.2 STORMWATER

The Stormwater management system is provided for in the town of Adelaide, Alice, Bedford, Fort Beaufort, Middledrift and Seymour. The Municipality has prioritized storm water and storm water management needs. These are to be taken seriously as it becomes very difficult for the communities to access their properties where storm water drainage is not attended. The network has been neglected for some time and this situation has caused major flooding during rainy seasons. This prevailing situation will cause the road network to disintegrate rapidly over the years to come resulting to high maintenance cost.

Areas of prioritized intervention:

- a) Develop a storm water / pavement management system;
- b) Facilitate the improvement of road infrastructure.

3.2.3 LAND AND HUMAN SETTLEMENT

3.2.3.1 Land administration

In terms of land ownership statistics and ownership information, the municipality does not have a comprehensive land audit. The municipality has formulated a general valuation roll, which undertakes a similar process to that of a land audit, which a preliminary report is conducted yearly and the valuation roll every 5 years. Raymond Mhlaba Local Municipality has identified the need to conduct a comprehensive land investigation and audit in order to, firstly establish land owned by the municipality, privately owned land by race, nationality and gender. Secondly, to determine whether properties disposed of have been properly transferred.

In terms of land ownership, the municipality does not have a comprehensive land audit report. Raymond Mhlaba Municipality does not have an established GIS unit Amathole District Municipality has an Memorandum of Understanding with the municipality with the GIS Shared Services Centre.

SPLUMA Implementation

Raymond Mhlaba Local Municipality is in the process of establishing a stand-alone municipal planning tribunal to process all matters related to land use and land development applications within its municipal jurisdiction and has since appointed an Authorized Official to approve all Category 2 land use applications. The institution has since appointed a qualified town planner to deal with all town requirements in terms of SPLUMA.

The municipality has adopted a Wall-to-Wall Land Use Scheme and is in the process of being gazetted. Furthermore, council has approved and Gazetted SPLUMA By-laws that have been customized by Raymond Mhlaba Local Municipality. The Raymond Mhlaba Spatial Development Framework was adopted in 2018 and it currently needs to be reviewed.

Raymond Mhlaba has opted to be part of the Joint District Municipal Planning Tribunal (JDMPT) with Amathole District Municipality model to process matters that are categorised to tabled to the municipal planning tribunal that are related to land development applications.

3.2.3.2 Upgrading of Informal Settlements

The Eastern Cape Department of Human Settlements has entered into an agreement with Raymond Mhlaba Local Municipality to provide support as the implementing agent for the construction of Informal Settlements Upgrading Projects namely:

- Ndlovini 500
- Sizakhele 450
- New Rest 600
- Emabaleni 300
- Chris Hani 500
- Balfour 400
- Mpolweni 100
- Tambo 50
- Spoornet 200
- Tyoksville 150
- Kuwait 100

The Upgrading of Informal Settlements Programme (UISP) is a policy response to growth of informal settlements and supports the Presidency's Outcome 8, to upgrade 400,000 accommodation units within informal settlements. It seeks to improve the living conditions in informal settlement by providing secure tenure and access to emergency and basic services.

There are currently 3 310 households living in informal settlements and 802 in informal structures that are in the backyards of formal dwellings.

3.2.3.3 Land Use Management

These are the land use management legislative framework applicable to Raymond Mhlaba Local Municipality:

- Spatial Development Framework
- Spatial Planning and Land Use Management Act 16 of 2013
- Raymond Mhlaba Spatial Planning and Land Use Management By-Laws of 2016
- Land Invasion Policy / Encroachment Policy
- Land Disposal Policy
- National Building Regulations and Building Standards

3.2.4 SOLID WASTE MANAGEMENT

Raymond Mhlaba Local Municipality is responsible for waste management, which includes street sweeping, collection, transportation and disposal of solid waste. Refuse removal is currently not performed in rural and farm areas due to capacity, shortage and ageing transport system. Raymond Mhlaba Local municipality has three solid waste sites and one refuse transfer stations located in Alice, Bedford, Middledrift and Fort Beaufort. All these waste facilities have permits as issued in terms of the Environment Conservation Act, 1989.

The Department of Environmental has introduced the Youth Job in Waste concept. The programme aims to create job opportunities, on-the-job training, continuous up-skilling, as well as enterprise development for the youth. The municipality has benefited to the programme and it has yield good results especially on awareness campaigns on waste management.

The Department of Forestry, Fisheries and the Environment has set out norms and standards which are designed to guide the pre-application processes when the municipalities intend to apply for the procuring of the specialised waste vehicles to provide waste collection services to the unserved poor households and proper management of the landfill sites.

In responding to the above, the municipality has already submitted an application to the Department of Forestry, Fisheries and the Environment for endorsement. The plant that is required is a Compactor Truck, TLB and a Tipper Truck.

2.3.4.1 WASTE MANAGEMENT COOPERATIVES

The municipality has waste management community cooperatives in Alice Golf Course and Newtown. These cooperatives are intended to improve the standard of the service by the municipality by rendering the following services: refuse collection; litter picking; street sweeping; removals of illegal dumping's and conduct environmental and waste awareness campaigns. The cooperatives were involved to achieve the following:

- render refuse removal service where the municipal cannot
- assist in job creation
- capacity building in communities
- create a sense of ownership among the citizens
- increase awareness on waste related issues

A process to develop an Integrated Waste Management Plan (IWMP) is underway. The Department of Environmental Affairs has appointed a service provider to assist the municipality with the drafting of the IWMP. Raymond Mhlaba Municipality has a number of projects aimed at addressing Waste management challenges namely: -

- Masicoco Programme
- Good Green Deeds

3.2.5 ENVIRONMENTAL MANAGEMENT, CLIMATE CHANGE AND AIR QUALITY

The municipal staff establishment does cater for the post of the Environmental Management Officer however is the post is currently vacant. These functions are currently performed by partnering with DAFF, DEA, DEDEAT and ADM. The municipality conducts environmental awareness campaigns quarterly.

3.2.6 CEMETERIES

Raymond Mhlaba Municipality currently has a total of thirteen (13) cemeteries that are located in urban areas which are being maintained by the municipality through EPWP and CWP. All of the cemeteries are full to capacity and as such the municipality has identified new sites for the establishment of new cemeteries but awaiting the process of EIA to unfold.

The municipality also has a programme of fencing rural cemeteries which are identified by ward councillors in consultation with members of the community in their respective wards in each financial year. The fencing is labour intensive; thus contractual workers are taken from the community.

LOCALITY	NUMBER
Adelaide town	1
Bezuidenhoutville	1

Lingelethu (Old and New)	1
Bedford town	1
Bongweni	1
Colored area	1
Fort Beaufort	4
Alice	1
Middledrift	1
Seymour	1
TOTAL	13

3.2.7 COMMUNITY PUBLIC TOILETS

All the public toilets in the CBD are vandalised and constitutes a health risk. Communities have shown interest in renovating these and operating them at a minimal fee by the users.

3.2.8 FIRE FIGHTING

The Municipality is rendering the firefighting service full time and as such, a building was renovated in Fort Beaufort and is being used as a main fire station. The building does not have all necessary technological equipment / resources as to enable fire fighters to operate effectively and efficiently, however the section operates 24/7 (24hours) since December 2022. Satellite bases have been established in Adelaide and Alice and are operational. Hogsback satellite has also been established but not yet operational.

3.2.9 DISASTER

The Raymond Mhlaba coordinates the disaster management functions and a disaster management officer has been appointed. The disaster management plan has been approved by Council. The plan is inclusive of veld and forest fires, oil spillages and floods.

3.2.10 COMMUNITY SAFETY

Currently the municipality does not have an integrated community safety forum as well the integrated community safety plan, however the municipality is in a process of establishing the forum and the plan.

3.2.11 HALLS AND AMENITIES

3.2.11.1 Halls, Parks and Sport Fields

The municipality has 18 halls within its area of jurisdiction which are situated in urban areas. All these halls are in a dilapidated state, however the municipality has set a target to renovate two halls per financial year. The Municipality also has 6 parks under its area of jurisdiction.

Furthermore, there are also these existing sport facilities mentioned hereunder;

1. Chris Hani in Debe-nek
2. Wilton Mkwazi stadium for cricket in Middledrift
3. Alice grounds rugby field and are also utilized for soccer
4. Ntselamanzi Cricket grounds owned by Alice Cricket Board
5. Victoria East Rugby Union fields in Alice
6. Happy Rest Cricket field in Alice
7. Zwelitsha stadium in Fort Beaufort
8. Newtown multi-purpose fields
9. Gontsi multi-purpose field
10. Dyamala sport field
11. Nyarha Park
12. Goodwin Park
13. Lower Blink water sport field
14. Seymour sport field
15. Sakhi sport field

3.11.3 LIBRARIES

Raymond Mhlaba Municipality has 8 Public Libraries in the CBD areas, namely; Bedford, Adelaide x 2, Alice, Fort Beaufort x 3 and Seymour. This service is performed on an urgency basis with Department of Sport, Recreation, Arts & Culture. The municipality is requested to submit a

business plan which outlines the activities that will be carried out within these libraries .The municipality is also required to enter into a MOU with the Department which outlines the responsibilities of each party, however the DSRAC does not fund 100% for the needs of the Library Services.

Challenges	Possible solutions
Limited financial resources	DSRAC to fund 100% of the programme

3.3 KPA 3: LOCAL ECONOMIC DEVELOPMENT

3.3.1 Local Economic Development

Local Economic Development is one of the cardinal strategies that should be explored by Raymond Mhlaba Local Municipality in order to address socio-economic problems such as poverty and unemployment facing local communities. It is understood that LED is a pivotal local and community driven initiative. The contribution of local government, business and civil sectors aims to impact on individual communities within the Municipal jurisdiction. In short, LED is a bottom-up socio-economic instrument, within a broader IDP, New Growth Path (NGP) to create conducive business environments to improve their competitiveness. It focuses on enhancing competitiveness, increasing sustainable growth and ensuring that growth within a local area is inclusive. Applicable policies have been developed and adopted by Council i.e Tractor Policy and LED funding policy

Policy context for LED

“A municipality must structure and manage its administration, budgeting and planning processes to give priority to the basic needs of the community, and to promote the social and economic development of the community” Constitution of the Republic of South Africa (1996). The White Paper on Local Government (1998) introduces the concept of ‘developmental local government’, which is defined as:

“Local government committed to working with citizens and groups within the community to find sustainable ways to meet their social, economic and material needs, and improve the quality of their lives”.

GOVERNMENT’S PERSPECTIVE ON MUNICIPAL LED ROLE:

“Local Government is not directly responsible for creating jobs. It is responsible for taking active steps to ensure that the overall economic and social conditions of the locality are conducive to the creation of employment opportunities” refer to Local Government White Paper (1998). The Local Economic Development, according to LED Guidelines (2005), is not about municipalities or other public bodies financing small local projects from the public purse. Nor is it about Mayors, Councillors or municipal officials trying to run or manage these or even larger projects. All too frequently these have been initiated without real business plans or any

serious notion of sustainability and they only last and provide temporal employment for as long as the public grant, which created them, lasts.

Raymond Mhlaba Municipality has through many initiatives strived to strengthen the local economic development within the area as informed by the mentioned legislations.

3.3.2 SETTING UP THE LED UNIT

The LED unit consists of Agriculture, SMME/Cooperative Development, Informal Traders, Tourism and Heritage. These sections are filled with skilled personnel to perform the LED tasks. The LED Unit specializes on Community Based Projects (CBP), LED Projects which are mainly soft impact projects (*what is normally referred as quick wins*). In implementing the LED programs and LED Funding policy, the municipality has an entity called Raymond Mhlaba Economic Development Agency (RMDA), this entity focuses mainly on high impact projects and assist the municipality in the implementation of LED projects that are captured in the Municipal IDP. LED Unit/ agencies/forums have appropriate and sufficient powers, functions and resources to enable them to discharge their responsibilities effectively. The setting up of LED institutions and structures are attempts to facilitate an inclusive and robust approach to achieve LED objectives.

INSTITUTIONALISATION OF THE LED

The Raymond Mhlaba municipality has not yet made efforts to institutionalize the LED Unit through holding workshops that encourage participation of various stakeholders for implementation of Local Economic Development objectives.

3.3.3 LED STAKEHOLDER COMMITTEES

The municipality facilitated the establishment of Business Forum in September 2018, which its meetings sit regularly per cluster. Raymond Mhlaba Agric.-Park Forum which will contribute immensely in value chain i.e Dimbaza Industrial Eco-Park & other markets, Informal Trader Forum and CTOs to facilitate development to move fast and easy. Through IGR LED Cluster meetings, the LED Unit is planning to establish LED forum for all stakeholders to participate in local economic development issues within the area. The objectives of the forum are to evaluate the economic trends within the parameters of the municipality, consider the impact of the economic strategies of the municipality. Serve as a monitoring mechanism of the municipality on the implementation of the economic development projects and policies. A long term and shared vision on how to develop and drive a robust and inclusive local economy with a view to create job opportunities and eradicate poverty should be realised by the LED forum.

3.3.4 LED STRATEGY

Summary of Local Economic Development Strategy for Raymond Local Municipality

Raymond Mhlaba Local Municipality has commenced with the process of developing Local Economic Development (LED) strategy to stimulate the local economy and therefore assist in providing sustainable livelihood for the inhabitants of the municipality. University of Fort Hare has been appointed to develop strategy, Memorandum of understanding between the University and the Municipality has been signed, processes to develop the strategy are in progress.

3.3.5 RAYMOND MHLABA ECONOMIC DEVELOPMENT AGENCY (RMEDA)

Raymond Mhlaba Economic Development Agency hereinafter referred to as RMEDA was established in the year 2002. It is registered as a Section 21 Company. The Agency was established along the principles of government entity with a primary role of focusing on high impact projects, whilst the municipality's focus would be on medium-term impact projects. The decision was made that the Agency will neither be precinct-based agency or sector focused agency, but it would rather be assuming the middle ground. The rationale behind that approach was the fact that the Agency has been expected to operate in a relatively small area. The implications of the space constraints to the Agency were mainly the bases on its ability to create a critical mass. It has thus looked into projects in all the sectors and geographic pockets of the Raymond Municipal area.

SUPPORT OF PUBLIC EMPLOYMENT PROGRAMME

The Municipality entered into a partnership with Cooperative Governance and Traditional Affairs, National Department of Public Works and Department of Economic Development, Environment Affairs to support Extended Public Works Programme (EPWP). The purpose of the programme is to provide poverty and income relief through temporary work for the unemployed.

EPWP Steering Committee was established which is chaired by Hon Mayor, He/ She can delegate the powers to the Portfolio Head. EPWP Coordinators were employed on a permanent basis.

The purpose of the steering committee is to facilitate the implementation EPWP while ensuring the performance standards in the programme; it is also responsible for budget approval and gives guidance on the development of EPWP credible business plan and further monitor and evaluates the programme and its relevance.

The Municipality through its EPWP received LRED Fund amounting to R5 million from the Department of Economic Development, Environmental Affairs and Tourism for Alien Plant Eradication Programme, these invasive plants translated a negative impact in the livelihood and

well-being of the people in Alice Sheshegu (ward18) because of their massive detrimental financial impact on human enterprise such as agriculture, grazing and the potential to damage soil nutrition, injuring livestock and reducing the value of animal products.

The Municipality through its partnership with Department of Cooperate Governance is also responsible for the implementation of Community Works Programme (CWP) which seeks to provide an employment safety net to eligible members of target communities by offering them a minimum number of regular days of work each month. CWP steering Committee was established to enable the implementation of the programme as stipulated in the implementation plan and recruitment policy. CWP Site Manager and Coordinator are employed to ensure the smooth running of the programme.

3.3.6 SMALL TOWN REVATILISATION PROGRAMME (SRP)

The Municipal Council on its sitting took a resolution to adopt Small Town Regeneration development strategy with the support of the Office of the Premier (OPT).

The Alice Revitalisation Programme initially started as the Alice Rejuvenation Project by local stakeholders and Fort Hare Alumni in the early 2000's. This has evolved with Aspire, RMEDA, Raymond Mhlaba Municipality and Amathole District Municipality playing more prominent roles in formulating the strategy for the regeneration of this forum, in alignment with Aspire's small towns Regeneration Model. A lot has been achieved through the Alice Regeneration Programme, to mention a few, Alice Taxi Rank construction and it was successfully handed over on the 12 April 2019 together with Garden of Remembrance and Foot bridge to Lovedale College. The Alice town streets have been paved and Tyhume road to Victoria Hospital has also been tarred. The Fort Hare Bridge was successfully constructed and the road from this bridge to Victoria Gaga Street has been successfully tarred and SMME's that conducted all the construction work were awarded with certificates.

Subsequently to the Alice Revitalisation programme, the Municipal Council took a resolution to approved Seymour Revitalisation programme. The Municipality requested the Office of the Premier to consider funding the programme in the attempt to respond to the infrastructure development, local economic development, and spatial development challenges, however, the Municipality will further engage other organs of state for the same purpose.

3.3.7 AGRICULTURE

Agriculture is one of the mainstays of the region's economic base; it involves the investment of basic infrastructure (water supply) as well as, poverty alleviation programmes such as crop and livestock production. In Raymond Mhlaba, there are three types of agricultural areas, that is:

- **Agriculture and rural development:** the entire Raymond Mhlaba area is regarded as an important as it has a potential for general agricultural purposes.
- **Intensive agriculture:** refers to areas identified for its potential for citrus and/or irrigated crop production. These areas will need to be considered for specialized infrastructure provision and appropriate land development and tenure arrangements.
- **Organic Agriculture :** refers to areas identified for organic agricultural potentials for essential oils production & pharmaceutical plants (to make medicinal herbs & medicines)
- **Citrus Production.**

All of these have played a big role on the development of the Raymond Mhlaba Municipal area. A large number of communities in various wards of the municipality who were confronted by poverty and unemployment benefited from these projects.

Three catalytic interventions have been identified, which will have the maximum impact in moving Raymond Mhlaba from its current position towards its vision. Focal point in these interventions is seen as something that will unlock opportunities and encourage further investments into Raymond Mhlaba, These three catalytic interventions are Ncaza Game Transformation , and agronomic business model for citrus development, Middledrift Chicken Abattoir. Ncaza Game Transformation aims to economically uplift a community in Seymour Mpofu area through the provision of resources to develop a game hunting reserve on land owned by the community of Ncaza. The property currently grazes cattle informally. Two years of discussions with DEDEAT Department of Economic Development Environmental Affairs & Tourism and Eastern Cape Parks and Tourism Agency (ECPTA) have convinced the community that this project is where the community want to take this.

Numerous meetings have been held pertaining the refurbishment of the Chicken abattoir in Middledrift. The consultant will develop a comprehensive business plan with financial projections and present it to the Senior Management.

Raymond Mhlaba Municipality undertaken to assist communities within the municipality to participate in the Citrus industry based on approaches from other community-based initiatives , to put the proposal into action, the Municipal council took a resolution to fund a feasibility study on Citrus Development within the municipal area, and further entered in to an MOU with the Chief Jongumsobomvu Maqoma Foundation be the facilitating agents and will also partner with technical experts with experience in the citrus industry and community-based business approaches.

It is understood that there is a total citrus production area of approximately 70 000 hectares planted in Southern Africa, of which the Eastern Cape occupies approximately 26% (based on the latest statistics, as per figure below). The Amathole district contributes 4.9% of Eastern Cape's total citrus exports and this is largely produced in the Raymond Mhlaba municipality. The climate

conditions of the region make it better suited for the production of the navel oranges, lemons and easy peelers such as Clementine and Satsumas.

Citrus farming is highly profitable and labour intensive, thus making the Citrus business highly effective on wealth and jobs creation. The proposed model serves as a great opportunity to empower communities within Raymond Mhlaba by converting idle land parcels within the area into income and job generating operations, reducing the current migration away from the municipality and alleviating poverty within the area. The aim of the project is to build 100ha of Citrus per community which will generate sustainable rural jobs. Each community and their Traditional Authority, owning a 100ha land parcel, will syndicate with other communities to own a citrus packaging facilitating and will do joint marketing and processing of the product.

Two sites within the Raymond Mhlaba Local Municipality were identified for this study being, Upper Kat River Basin and Tyume Valley. To this point, the feasibility study at Upper Kat River Basin is complete. The Tyume Valley site phase has started.

3.3.8 COMMUNITY BASED PLANNING

The Municipality provides technical, financial and mentoring support programmes to local economic development initiatives. Furthermore, the municipality also partners with other agencies (private and public) in discharging this responsibility. In line with this commitment, the municipality received requests from various commodities within the economic development space. There is a careful assessment that was done before consideration of the identified LED projects. Case studies were built for each LED initiative. The criterion that was used is as follows:

- (1) It must be an existing initiative that has been existent for quite some time and is still functional.
- (2) Women/ Youth driven initiatives and or people living with disabilities.
 - After the identification process was done, an LED activity plan was developed and approved by the Director of Strategic Planning & LED.
 - Letters will be issued to the identified projects in due course

CBP are undertaken for the following reasons

- To improve the quality of local government plan (IDP) and sector departments
- To improve the quality of service of the municipality and sector department.
- To improve the community's control over the development
- To increase community action and reduce dependency and
- To strengthen the bottom-up approach to planning and service delivery by people participating directly in joint analysis , development of action plans and formation of

strengthening of local organizations, using participatory planning tools, used with different community groups, to identify and prioritized the desired outcomes and how to plan

3.3.9 TOURISM

Raymond Mhlaba Municipality prides itself for world - class tourist destinations namely; Hogsback, Katberg, Fort Fordyce and the Double Drift Game Reserves, Maqoma Heritage Route to mention just a few, the battle fields of the Frontier wars, the battles of the Axe and Amalinda, It cuts across water streams of the AmaGqunukhwebe tribe and to the popular sites of our rich heritage like Lovedale College across the Tyhume river and the University of Fort Hare in Alice which have both produced heroes and heroines, great sons and daughters of Africa in Dr. Tengo Jabavu, Prof. Z.K. Matthews, Nelson Mandela, Oliver Tambo, Julius Nyerere, Robert Mugabe, Seretse Kama, Robert Sobukwe, Thabo Mbeki (the list is long).

Raymond Mhlaba Municipality has identified Tourism as one of the catalyst to drive economic growth and development. Tourism alone cannot be exclusively looked at without considering heritage given the historic endowment of the municipal area. The Tourism sector within Raymond Mhlaba Municipal area is clustered according to accommodation, game reserves, heritage and history, education, outdoor activities, cultural villages, craft and tour guiding. Many studies that have been undertaken in the Raymond Municipal area reveals that the Tourism sector is one of the sectors that seems to possess a strong potential to regenerate the economy of the Raymond Mhlaba Municipal area

The following were identified as tourism products in the area:

- Nature-based attractions and activities; nature reserves, hiking trails, sport tourism.
- Heritage-based attractions and activities; the built heritage (architectural buildings), cultural heritage, furthermore , the Department of Strategic Planning and LED has developed a draft tourism master plan , which outline the tourism development and marking strategic planning and role of stakeholders partnership on developing and promoting tourism in RMM.

3.3.9.1 TOURISM SUPPLY

Raymond Local Municipality has a small selection of accommodation available to the visitors/or any prospective visitor. This includes country hotels, town-based guest houses and B&B's, guest farms (farm stays), guest cottages, game farms, lodges and facilities for camping / caravanning. In most categories, there is a relatively limited selection of different establishments. Raymond Mhlaba Municipality has established homestays in Alice, which are made to provide accommodation "home away from home accommodation" and authentic cultural experience for the tourists. Raymond Mhlaba Municipality has supported the homestays with twenty (20) promotional signage and sixteen (16) street directional signage in order to market the homestays

project. The municipality is in a process of developing a homestays brochure and website in order to market the homestays. The municipality is planning to facilitate & coordinate capacity building programmes for the homestays & also planning to take the homestays to an educational study tour, in order to capacitate the homestays, to create networks and collaborations. The majority (79%) of the accommodation establishments are located in and around Hogsback (54%) and Fort Beaufort (25%). The number of formal tourist beds in Raymond Mhlaba Local Municipality and their measured average bed occupancies, divided into the categories of accommodation.

National Department of Tourism has funded the development of Mthontsi Lodge at Mount Pleasant within the Municipal area. The construction of the lodge is in progress and it consists of 13 chalets, restaurant that accommodates 150 – 200 people.

3.3.9.2 VISITOR INFORMATION CENTRES

Raymond Mhlaba Municipality has five visitors information centres “Tourism Information Centres”, in Alice, Hogsback, Balfour, Bedford, and Adelaide which serves as tourist information office in order to disseminate tourism information to the visitors. Visitor Information centres can play multiple roles within a destination. The most crucial of these is the role they play as the visitor’s contact with a region / destination whether by telephone, letter, fax, email or in person. They provide a welcome to the area, information on accommodation, places to eat, attractions, outdoor activities, events, transport, tours, craft, cultural villages and other essential services. The Arts and Craft centre, located in the same premises with a Visitor Information Centre in Alice has been converted into Raymond Mhlaba Museum to house the heritage of this area. Raymond Mhlaba Community Tourism Organisations in partnership with the municipality is in a process of decorating and refurbishing the tourism information centres in order to make the offices attractive and provide better services to the local people and visitors.

3.3.10 LOCAL TOURISM ORGANIZATIONS

Raymond Mhlaba Municipality has successfully established the Community Tourism Organisations in Adelaide, Alice, Balfour, Fort Beaufort and Middledrift. The municipality is in a process of engaging and partnering with the stakeholders in Bedford and Hogsback in order to establish the Community Tourism Organisation Committees. The structure is working hand in hand with the municipality and the way it is constructed it includes all sub sectors within the area that have products to offer in the tourism sector. Various tourism development initiatives are originating from the CTO’s that will be implemented when the Local Tourism Organisation is established; those activities include annual events and festivals. The main function and role of the LTO is ideally to market the destination, facilitating the development of the tourism products in the destination, establish a sustainable financial model upon which the Visitor Information Centre’s can operate, networking and collaboration, route development and research. Raymond

Mhlaba Municipality in partnership with the Community Tourism Organisations have developed and designs a tourism market brochure. The purpose of the brochure is to promote the municipality as the leading tourist destination in Amathole District Municipality.

3.3.11 CRAFTERS ASSOCIATION

Raymond Mhlaba Municipality Crafters Association has been established, the structure is comprised of crafters across the area, and each area has a representative on the structure. The structure's role and responsibilities is to develop and promote craft, as the area is one of the unique places whereby craft is linked to the richness of the heritage. Raymond Mhlaba Local Municipality as a host, facilitated the establishment of the structure and is working hand in hand with the structure as a partner by providing monitoring, financial and technical assistance. Raymond Mhlaba Municipality, through Strategic & LED Department has converted and refurbished the Arts and Craft Shop in Alice Tourism Information Centre into an Arts and Craft Curio Shop, whereby all the handmade arts and craft items produced in Raymond Mhlaba will be displayed and sold. The municipality is planning to collaborate with the Raymond Mhlaba Crafters Association in order to monitor the centre operations and customer service.

3.3.12 TOUR OPERATORS

Raymond Mhlaba Local Municipality trained six local youth to become accredited tourist guides in Raymond Mhlaba. The municipality is planning to facilitate and coordinate level three first aid training for the tourist guides in order to capacitate them and meet all necessary tourist guides national level requirements. The municipality is supporting the tourist guides with promotional material and equipment's in order to promote the tourist guides. The municipality have set aside a space at Alice Visitor Information Centre, which could be utilized by the tourist guides for office work and meeting place for tourist guides activities. The tourist guides have been accredited, they have their own badges, licences and certificates in order for them to operate legally on tourism promotion activities in Raymond Mhlaba. The function of the tourist guides is to promote and conduct historical, cultural and social tours in the area as tourism ambassadors. The brochure is made to promote Raymond Mhlaba in trade fairs, conferences, workshops, tourist information centres, tourism activities and events locally and nationally.

3.3.13 SMME and COOPERATIVE DEVELOPMENT

Generally, cooperatives in Raymond Mhlaba are black owned, run by the elderly folks and this leaves cooperatives unsustainable even if they are skilled, they suffer from attrition due to old age. Most cooperatives and group enterprises started with unemployed people, often with low

technical skill capacity levels and no prior business experience in economically marginal areas; hence their chance of success is reduced to the absolute minimum.

The Cooperative Act No.14 of 2005 spells out how cooperatives should operate and as such the Municipality has assisted local cooperatives in the form of financial support, capacity building and legal registration. However, there is new amendment Act No. 6 of 2013 which seeks to address the strengthening of Cooperative governance, adhering to cooperative regulations as per cooperative constitution and also to ensure the effective directorship, leadership and management of the cooperative.

Business licensing process

- Business Licensing to create an enabling environment, not burden to SMME Development
- Technical Legal Framework should form part of things in Business licensing issuing before operational.
- Re-enforcing effect of business licensing must be there in Local Municipalities.
- Correction of misalignment of issuing of Business licensing through guidelines for By-Laws and Business Licensing Bill, 2014
- Customize Business Licensing Bill 2014 to suit individual needs of Raymond Mhlaba
- Each Municipality must have an updated Database formal & informal
- Close look at Legitimate and fronting businesses
- Need for proper training of Business License holders (for obligation, expectations to obtain license)
- Clearance of goods that are not legitimate and illegal traders

The aim is “to repeal the Business Act, 1991 and proclamations, notices, regulations promulgated under that law; and to provide regulations promulgated under law” the theme seek to respond to the expressed need to resolving the Business Licensing issues to create an enabling environment, not burden to SMME Development. The municipality has ensured that the LED officials and Raymond Mhlaba cooperative forum are well informed with the amendment Act.

Furthermore, to enhance the effectiveness and financial viability and stability, Department of Trade and Industry, Eastern Cape Development Corporation, SEDA and DEDEAT have funding for SMME development and the municipality has explored these funding opportunities by assisting SMME in developing their business plans for funding. The municipality is working hand in hand with RMDA for registration of new SMME's.

3.3.14 YOUTH IN BUSINESS

DEDEAT in collaboration with Raymond Mhlaba LED department seeks to address the enrollment of Isiqalo Youth Fund which DEDEAT & NYDA implement on 100% youth owned businesses with

the aims of contributing to restorative justice, economic upliftment, and poverty reduction. All Municipalities are urged to work with DEDEAT & NYDA in identifying potential youth owned businesses that can benefit. The call is still open for applications to be submitted in Department of Economic Development, Environment Affairs & Tourism.

3.4. KPA 4: MUNICIPAL FINANCIAL VIABILITY

The Municipal Finance Management Act 56 of 2003 (MFMA) prescribes that the Council of a municipality must for each financial year approve an Annual Budget for the municipality before the start of that financial year. 2021 Section 16 (2) of the same Act stipulates that in order for the municipality to perform what is prescribed, the Mayor of the municipality must table the Annual Budget at a Council meeting at least 90 days before the start of the financial year. The processes involved during the 90 day period enable transparent engagements amongst the Communities, Councilors, the Executive and Administration to finalize the budget. The consultative and Public Participation processes also promote oversight over the adoption and implementation of the budget. The departmental budget statements provide Council with information on how different departments within Raymond Mhlaba Municipality (RM) intend to spend the funds that will be appropriated by Council, to enable Council and communities keep departments accountable for their delivery commitments contained in the Service Delivery Budget Implementation Plans (SDBIP) and to ensure that Council Committees effectively perform their oversight functions.

3.4.1 REVENUE MANAGEMENT

Raymond Mhlaba Municipality is largely grant dependent. The major source of revenue is Rates and service charges. Collection is currently below the prescribed threshold of 90%. The municipality has received support from COGTA through their Municipal Infrastructure Support Agency (MISA) in reviewing the Revenue Enhancement Strategy. The Revenue Enhancement Strategy is therefore implemented but due to above mentioned challenges of indigence and high unemployment rate the municipality still face some difficulties on Revenue enhancement.

Revenue Enhancement Strategy seeks to ensure that the Municipality improve revenue collection through ;

Accurate Billing • Enforcement of By –laws • Data Cleansing • implementation of revenue related policies • Management of indigent consumers • Installation of Smart Meters • Conversion of conventional meters to prepaid meters etc

The major grants that the municipality receive are the following.

Operational Grants

- Equitable Share
- Finance Management Grant (FMG)
- Expanded Public Works Programme (EPWP)

- SETA Learnership grant

Capital Grants

- Municipal Infrastructure Grant (MIG)
- Integrated National Electrification Program

3.4.2 REVENUE ENHANCEMENT STRATEGY

The purpose of this strategy is to ensure that all possible avenues are explored to Maximize the receipt of any monies available to Council by way of intergovernmental transfers and Grants or Donations, including expanding the billing database and maximize income opportunities on every registered serviced site within the RM' jurisdiction. The second component of this strategy focuses on strengthening and building capacity within credit control and debt management practices and processes of Council, ensuring the attainment and exceeding of collection rates in line with key budgetary requirements. The third component of the strategy focuses on maximize the registration of households eligible for participation within the Free Basic Services programme of Council, this component is aimed at arresting spiraling debts associated with this user group, and limiting consumption of services in line with the FBS allocation threshold.

3.4.3 CREDIT CONTROL AND DEBT COLLECTION POLICY

The Policy sets out to control and manage the recovery of outstanding debt due to Council. This policy is in place and is subject to regular updates. The policy lays down the basis for distribution of accounts, collection procedures, interest and penalties to be charged in the event of non-payment, with strong focus on management reporting requirements pursuant of key legislative requirements and performance management. Giving effect to the administration of this policy, Council through the appointment of a revenue specialist has invested in a Revenue Management and Debt collection System fully compliant with Municipal Bylaws and objectives of the policy framework, the system effects have result in macro approach to debt management and collection being effected, in an effective and efficient manner, maximize the return on investment and per household.

3.4.4 TARIFF POLICY

This policy sets key guidelines on what should be considered when pricing services and guiding principles for the compilation of water, sanitation, solid waste and electricity tariffs. This policy is subject to constant review, given significant reforms within the electrification sector, which impact on the price cost of services rendered, and ultimately on the sustainability of trading services.

3.4.5 THE INDIGENT SUPPORT POLICY

The basic principle of this policy is to ensure that the poor households are not denied their constitutional right of access to services. The Municipality is required to implement an indigent policy that makes adequate financial provision to ensure the provision of efficient and sustainable services to all residents.

3.4.6 RAYMOND MHLABA TARIFFS

The municipality has developed its draft Tariff's for the year 2023/2024 financial year and the National Treasury is encouraging all Municipalities to implement tariff structure that reflect the following;

- Tariffs that are fully cost-reflective – including the cost of maintenance and renewal of infrastructure especially electrical infrastructure
- Tariffs that are structured to protect basic levels of service and ensure the provision of free basic services to the poorest of the poor (indigent); and
- Tariffs that are designed to encourage efficient and sustainable consumption.

3.4.7 ASSET MANAGEMENT

The municipality has an Asset Register which is updated monthly for the movable assets and has procured an Asset Software which is also assisting in the proper management of asset. The area that still to be strengthened is the management of Infrastructure Assets. Infrastructure asset register is only updated at the end of the financial year which sometimes possess challenge during the end of the financial year. Any lost and stolen assets are reported to the asset manager and the asset register is updated. This is a plan to unify the asset management function and financial management system.

The municipality is fully compliant with GRAP 17 Both the movable and immovable assets were evaluated. Section 63 of the MFMA No. 56 of 2003 stipulates that "the Accounting officer is responsible for the management of:-

- The assets of the municipality, including the safeguarding and the maintenance of those assets
- Ensure that the municipality has and maintains a management, accounting and information system that accounts for the assets and liabilities of the municipality
- That the municipality has and maintains a system of internal control of assets and liabilities including an asset and liabilities register, as may be prescribed".

3.4.8 SUPPLY CHAIN MANAGEMENT

On Supply Chain Management, the unit is the custodian of the institution's Supply Chain Management Policy which has been adopted by Council this policy is reviewed annually and ensures its implementation in its procurement processes at all times. The policy itself is in line with Treasury Guidelines and is renewable annually. The unit has the following key priority areas:

- To ensure that the municipality has and implements a supply chain management policy, this gives effect to the provisions of the act.
- To ensure procurement of goods and services in a fair, equitable, transparent, competitive and cost effective and comply with the prescribed regulatory framework .
- That all reasonable steps are taken to ensure that proper mechanisms are in place and separation of duties in the supply chain management system is implemented to minimize likelihood of fraud, corruption, favoritism and unfair and irregular practices.
- To ensure that all contracts/agreement are in writing and are procured in line with the Supply Chain Management
- To ensure that the supply chain management delegations are properly enforced and managed
- That the municipal bid structures are in place and effective, to ensure competitive bidding process.
- Ensure submission of proper, accurate and applicable reports as per MFMA
- To ensure the disposal of municipal assets in accordance with the applicable legislation.
- Ensure that municipal inventory levels are kept at an acceptable level as per the Municipal SCM policy

The institution is using CSD for the procurement for goods and services for the operational budget depending on delegation as per legislation, and is using an electronic order system for purchases. Also the bidding system is followed as per legislation in terms of capital appointments and according to the delegations.

There are three bid committee structures that are active and have own set of dates that they normally follow to attend to matters. The Bid Committees are:

- The Adjudication Committee that is comprised of Head of Departments, Supply Chain Management Manager and is chaired by the CFO of the institution.
- Specification and Evaluation Committees are appointed by Municipal Manager in line with MFMA and as well SCM officials assist in sitting of these committees.
-

The municipality has the following elements of SCM that are fully functional:-

Demand management: This is the beginning of the supply chain, and must begin with a needs assessment, to ensure that goods or services are required in order to deliver the agreed service, that specifications are precisely determined, that requirements are linked to the budget and that the supplying industry has been analyzed.

Acquisition management: It is the management of procurement by the municipality to decide on the way the market will be approached; to establish the total cost of ownership of a particular type of asset; to ensure that bid documentation is complete, including evaluation criteria. Logistics management: This aspect addresses the setting of inventory levels, placing of orders, receiving and distribution of material and goods, stores, warehouse and transport management, expediting orders, the review of vendor performance, maintenance and contract administration.

Disposal management: A supply chain management policy must provide for an effective system of disposal or letting of assets no longer needed, including unserviceable, redundant or obsolete assets, subject to sections 14 and 90 of the MFMA.

Contract Management: This section addresses the validity of our contracts in terms of compliance and applicable deliverables. It also monitors any variations that may be incurred. Risk management: Risk management is maintained in all elements of SCM by putting in place proper controls. Risk management includes identification of risks on a case-by-case basis; Performance management: This is a monitoring process, undertaking a retrospective analysis to determine whether the desired objectives were achieved. Some of the issues that may be reviewed are: compliance to norms and standards; cost efficiency of procurement process (i.e. the cost of the process itself).

3.4.9 ANNUAL FINANCIAL STATEMENT AND AUDIT

Budget and Treasury office is also responsible for preparation of Annual Financial Statement and Audit Coordination. This area entails the following;

- Preparation and submission of Annual Financial Statements
- Ensuring that audit is performed well by Auditor General and required information is submitted to them timeously
- Ensure that Audit Action plan is developed and implemented

3.4.10 MUNICIPAL STANDARD CHART OF ACCOUNTS (MSCOA)

Section 216(1) of the constitution states that national government must establish a National Treasury and prescribe measures to ensure both transparency and expenditure control in each sphere of government. Uniform expenditure classification in the form of Standards Chart of Accounts (SCOA) have already been rolled out to the National and Provincial Government Departments. mSCOA was introduced in the Local Government sphere in 2014 and the Minister

of Finance promulgated the Municipal Regulations on Standard Chart of Accounts (mSCOA) on 22 April 2014. The objective of the regulations was to provide national standards with uniform recording and classification of municipal budget and financial information at a transactional level by providing a standard chart of accounts. In accordance with these regulations, the municipality is MSCOA compliant and monthly reports are submitted to National Treasury at ease.

Raymond Mhlaba Current Status:

- All Treasury submission done on time.
- Monthly reports are uploaded on LGPortal database monthly.
- Keeping up with Treasury changes on the project.
- Employees have been informed about mSCOA change and requirements.

3.4.11 FINANCE POLICIES

Raymond Mhlaba Finance related Policies are

- Indigent Policy;
- Budget policy;
- Rates Policy;
- Tariff Policy;
- Supply Chain Management Policy;
- Credit Control Policy;
- Debt Collection Policy;
- Asset Management Policy

These policies are reviewed annually. Once adopted they are promulgated into by-laws and are used by the institution to control the municipal revenue, as well as the municipal credit control.

3.4.12 RESOLVING THE OUTSTANDING MATTERS RAISED BY THE AUDITOR GENERAL

The municipality has effective internal control systems that are utilised to manage day to day operations of the institution although there are weaknesses identified by Auditor General, the municipality has developed an audit intervention plan which is looking to all the auditor's recommendation.

FINANCIAL YEAR	2019/2020	2020/2021	2021/2022
AUDIT OUTCOME	Qualified	Qualified	Qualified

3.5 KPA 5: GOOD GOVERNANCE AND PUBLIC PARTICIPATION

3.5.1 POLITICAL STRUCTURE OF RAYMOND MHLABA MUNICIPALITY

The principal-ship of Raymond Mhlaba Municipality lies with Council, which operates a number of committees. The Committees listed below are established in terms of Sections 79 and 80 of Local Government Municipal Structures Act (Act no 117 of 1998). Listed below are the committees that assist Council in carrying out its Political responsibilities:

1. Executive Committee
2. Audit Committee and Performance Audit Committee
3. Municipal Public Accounts Committee
4. Risk Management Committee
5. Women's Caucus

3.5.2 COMMITTEES OF COUNCIL

The Municipality has functional section 79 and 80 committees of which section 80 committees are as follows; Engineering, Finance, Strategic Planning and Local Economic Development, Corporate Services, Community Services, Sport and Recreation Committee headed by Members of the Executive Committee. These Committees are set up to deal with oversight roles, support and performs an advisory role to the Mayor and Council.

The following Councillors are chairpersons of the above mentioned committees:

NO.	NAME	COMMITTEE
1.	Cllr B.S Tyhali	Corporate Services Committee
2.	Cllr S Zuka	Engineering Services
3.	Cllr S Mjakuca	Finance Committee
4.	Cllr E Bantam	Community Services Committee
5.	Cllr Z Rasmeni	Strategic Planning and LED Committee
6.	Cllr P Sabane	Sports and recreation Committee

3.5.3 SECTION 79/OVERSIGHT COMMITTEES:

3.5.3.1 Municipal Public Accounts Committee (MPAC)

This committee exercises oversight responsibilities over the executive responsibilities of Council. It also assists Council to hold the executive and municipal entities to account, and to ensure the economic, efficient and effective use of municipal resources. By doing so the Committee helps to enhance the public awareness on financial and performance matters of Council and its entities, where applicable.

3.5.3.2 Petitions committee

The municipality has established a petitions committee in order to facilitate a fair and equitable process of receiving, processing and consideration of petitions. The committee regularly or at intervals not exceeding six months to submit to the Council a report indicating all the petitions received, referred, resolved and a summary of the response to the petitioners or community.

3.5.3.3 Ethics Committee

The committee as mandated by Council in terms of delegated powers must ensure that issues of Councilor's ethical conduct and discipline become key fundamental values that will shape the future of the Council.

3.5.3.4 Rules Committee

The committee exists to create a clear road map in as far as the implementation of rules within the Raymond Mhlaba Municipality. To enforce compliance in all stings and official gatherings of the Council and to put into place systems that will enhance the development of members of the council in terms of conducting fruitful gathering within council.

3.5.3.5 Women Caucus

The committee oversee/review the alignment, efficiency and effectiveness of gender policy, mainstreaming strategy to implementation, it also oversees and ensure that civic education/awareness programmes, gender analysis and impact assessment are activated within the municipality.

3.5.4 AUDIT AND PERFORMANCE MANAGEMENT COMMITTEE

Raymond Mhlaba Municipality has an independent advisory body that advises the institution on matters, amongst other things, relating to performance management and performance evaluation. The Audit Committee consists of five (5) independent non-executive members listed hereunder. Audit committee meeting are conducted on quarterly basis and when it deems necessary as per the approved terms of reference. The committee has a three-year Audit & Performance charter which was approved by Council.

Members of Audit and Performance Committee

1. Mr W Manthe CA(SA)- Chairperson
2. Mr. S Mxunyelwa CA(SA)
3. Dr. N Mzamo

The function of the Audit Committee is primarily to assist the municipality and its Entity (Raymond Mhlaba Economic Development Agency) in discharging its duties relating to the safeguarding of assets, the operation of adequate systems, control processes and the preparation of financial reports and statements. The Committee operates in terms of section 166 of the Municipal Finance Management Act 2003 (MFMA) (Act 56 of 2003) and has endeavored to comply with its responsibilities arising from those requirements. The Committee has performed its duties according to its terms of reference in the form of an Audit Committee Charter, which stipulates amongst other issues the primary purpose of the Committee, which is:

- To monitor the integrity of the Council's financial statements and announcements relating to its financial performance, reviewing significant reporting financial reporting judgments.
- To review the effectiveness of the Council's internal controls and risk management systems.
- To monitor the effectiveness of the internal audit function and review its material findings.
- To oversee the relationship with the internal and external auditors, including agreeing the latter's audit fees and terms of engagement, monitoring their independence, objectivity and effectiveness.

The Audit Committee has no executive function, and its primary objective is to review and challenge rather than assume responsibility for any matters within its remit. In view of the

foregoing, the role of Audit Committee has increased and thus focuses on Performance Audit of the Municipality and its Entity (Raymond Mhlaba Economic Development Agency).

3.5.6 RISK MANAGEMENT

The risk management is under internal audit unit. This is aligned according to Sections 62(1)(c)(i) and 95(c)(i) of the MFMA, and National Treasury, Public Sector Risk Management Framework

The risk monitoring is conducted on quarterly basis. Risk annual plan is in place and according to Enterprise Risk Management (ERM) requirements.

Risk committee is chaired by Municipal Manager and all departmental Heads of Departments are risk owners. On monthly basis risk registers are discussed and updated on the departmental meetings and quarterly basis risk champions meeting with the CAE to update the strategic and departmental risk registers. Which are then discussed with the risk committee for the final updating. Final reports are presented to the Audit Committee and Council.

3.5.7 INTERACTION BETWEEN COUNCIL, STAFF AND COMMUNITY

The municipality make uses of various mediums of communication; the institution has a functional website. Even though there is no intranet, there is instant communication that is used on the website to communication critical information. Information on the website gets updated regularly even though there are challenges in that regard, however information that is supposed to be posted on the website in terms of section 75 of the Local Government: Municipal Finance Management Act 2003 (Act 53 of 2003) is regularly updated. Currently the municipality relies heavily on social media platforms to communicate immediate information to external stakeholders (Residents, Business and Rate payers etc.). The municipality has revived its Internal Publication (Insight) and plans are in place to revive the external publication (Umhlali) and this will assist in terms of meeting the constitutional mandate, managing Raymond Mhlaba Municipality Brand and being the pulse of the community. In addition, to assist with the strides of informing communities the municipality will improve relations with Forte Fm by ensuring there is a MOA in place.

3.5.8 CUSTOMER CARE

Raymond Mhlaba Municipality has an electronic customer care system in place. The system is accessed through the emails, Facebook, website and walk in. The Customer Care System aims to improve on the customer care loyalty and customer care satisfaction within our municipality by placing all people at the centre of development. The customer care system is one of the strategic indicators that seeks to assist the municipality in achieving its vision of being a service excellence driven municipality. In this way we are displaying our commitment to our values and main principle of **putting people first** and ensuring that service excellence is an integral part of the planning and delivering of all municipal services to the people.

The Unit has identified personnel in all internal department to undertake the customer care duties while the municipality is in a process of centralising customer care function. Complaints/ queries are received through a dedicated email (customer care@raymondmhlaba.gov.za) and Customer Care Office landline (046 645 7478). Once a complaint/ query has been received, the customer care personnel acknowledge receipt of that particular query to the resident / rate payer, then its forwarded / assigned to departmental personnel, who investigates and resolved the query and forward update/ action to Customer Care Unit. The Customer Care contacts the resident/ rate payer and provide feedback and once the resident/ rate payer is satisfied with feedback and the query is resolved, then we close the complaint/ query.

Challenges

- Turn around time in getting responses from internal departmental in solving the complaints/ queries.

3.5.9 LOCAL COMMUNICATORS FORUM (LCF)

The main purpose for the establishment of the LCF was to close the information gap between the municipality and its communities and to ensure the co-ordination of a local level information management system advising the council and government on issues affecting the communication environment at local level. The strategy that the municipality has adopted is to include ward committees as part of the LCF to ensure that information reaches communities. Sitzings of the forum are proposed to be conducted on a quarterly basis. A process to revive the municipality's

Local Communicators Forum is underway, which will also assist IGR in terms of streamlining government projects and programmes.

3.5.10 INTERGOVERNMENTAL RELATIONS FORUM (IGR)

Raymond Mhlaba Local Municipality has fostered Intergovernmental Relations (IGR) to ensure the coordinated delivery of services to citizens. This aligns with the Intergovernmental Relations Framework Act, Act No 13 of 2005, which requires all spheres of Government to coordinate, communicate, align and integrate service delivery to ensure effective access to services. The IGR is a forum that is chaired by the mayor, and includes senior managers of departments in Raymond Mhlaba Municipality as well as senior managers within the municipality. Government departments in this forum present their programmes within the municipal space for the year as well as programmes they want the municipality to be involved in.

3.5.11 PROVINCIAL INTERGOVERNMENTAL STRUCTURES

The Municipal Manager seats in the provincial structure called the Ministers and Members of Executive Council meeting (MuNIMEC). This is where all Ministers, MECs, Municipal Managers, Mayors and Heads of Departments sit. In terms of the value obtained from the meetings; it is challenging to quantify it. There are thorny issues that the municipality has over the years raised in the local structures, and these have been escalated to both the DIMAFO (Mayor's forum) and the provincial IGR structure (MuNIMEC).

3. 5.12 DISTRICT INTERGOVERNMENTAL STRUCTURES

The Amathole District Municipality's Executive Mayor is Chairperson of the District Mayors Forum which has been established in accordance with the Intergovernmental Relations Framework Act, No. 13 of 2005. This forum meets quarterly and seeks to promote and facilitate intergovernmental relations between the district municipality and the local municipalities in the District. Raymond Municipality participates in this forum and benefits immensely from this involvement by being exposed to good practices in other municipalities and strengthening the relationship with the district municipality in forging joint partnerships in the interest of good governance and service delivery. The relationship between Raymond Mhlaba Municipality and the District Municipality has dramatically improved particularly in areas such as communication, sharing of resources and capacity building.

3.5.13 PUBLIC PARTICIPATION

Chapter 4 of the Local Government Municipal Systems Act, 32 of 2000 encourages municipalities to create conditions for the local community to participate in the affairs of the municipality. In terms of strengthening public participation, a wide range of communication tools are used to communicate with the community and to disseminate information. These includes: -

- Newspapers; Times Media, Imbizo's / Road shows,
- Loud hailing,
- Library.
- Notice boards, and
- Municipal Website.
- IGR
- Meetings of CDW's and ward committees
- Forte FM

The office of the Speaker also engages with Traditional Leaders in matters of Public Participation where there are Traditional Councils and with ward councillors to mobilize the ward committee members and community members to attend the meetings.

3.5.14 WARD COMMITTEES

There are 23 wards that constitute Raymond Mhlaba Municipality and for each ward, ten (10) ward committee members were elected. Furthermore, an induction workshop was conducted to all ward committee members through the assistance of COGTA. Ward Committees are a true reflection of a geographical spread, as well as sectoral composition of each ward (where applicable). Ward Committees are playing a huge role in the municipality's IDP and budget processes including Community Based Plans. Ward committees support the ward councillor by providing reports on development, participate in development planning processes and facilitate wider community participation. To this end, the Municipality constantly strives to ensure that all ward committees function optimally.

3.5.15 INTEGRATED SERVICE DELIVERY MODEL (ISDM)

The municipality embarked in a process of Integrated Service Delivery Model (ISDM), to provide comprehensive, integrated and transversal services to communities through effective and efficient multi-sectoral partnerships. The objectives of the ISDM are to coordinate and integrate service delivery model of action to address the empowerment of youth and women, social ills of the communities, communities participating in governance and bringing government to the people.

3.5.16 COMMUNITY DEVELOPMENT WORKERS

The Department of Local Government and Traditional Affairs appointed Community Development Workers to assist the municipality to enhance public participation by ensuring that communities are consulted and that their problems are communicated through all government departments.

3.5.17 SOCIAL COHESION

Social cohesion is about improving a way the community interacts – ensuring that all its members can participate in social activities and access services without suffering a sense of exclusion based on their ethnic background, faith, disability and or age. It is a way that promotes interaction and understanding between different groups of people in society, and through this generates a sense of trust and community spirit. In promoting a cohesive society in Raymond Mhlaba, the municipality has a number of programmes which includes; Mayors Cup, Community Builder of the Year, Cultural Heritage Festival, Bedford Garden Festival, Ward Championships, various programmes for elderly, disable and all these programmes are directed at harnessing people from all races, united in their diversity.

The month of September has been designated as a Heritage and Tourism Month in South Africa. Every year on the month of September, Raymond Mhlaba Municipality has been hosting Cultural Heritage Celebrations to develop, promote the cultural diversity, social cohesion, history, tradition and to use heritage richness of the area to attract tourists and businesses in our municipality.

3.5.18 SPECIAL PROGRAMMES

The municipality established Special Programmes Unit (SPU) under the office of the Mayor; however, the office now is currently located in the Strategic Planning and Local Economic Department. The focus of the unit is the implementation of youth, disabled, women, elderly and children programmes and projects. The vision of the municipality on special programmes: Raymond Municipality envisages a future for all designated groups which:

- Is free from discrimination
- Promotes enabling environment to build capacity amongst women, youth and people with disability to be active participate in the life of the Raymond Mhlaba municipality with the view to fulfill their potential, hopes, and aspirations.

The Special Programmes Unit (SPU) facilitates the integration and mainstreaming of the designated groups into the development of the Municipality by:

1. Creating the necessary / conducive environment both internal and external through establishment of structures that will promote participation of youth, Woman, Disabled, Children, Elderly and HIV/AIDS infected individuals in our local Municipality.
2. Developing Policies, strategies and plans for the above groups for integration, mainstreaming, and alignment of such policies, plan and strategies into the sector plans of the Local Municipality.
3. Maintaining a mutual relationship between stakeholders in an endeavor to share experiences, align programmes and plans harness resources for better implementation of policies, strategies and plans

The population demographics of the Raymond Mhlaba Municipality show that youth is the dominant group. The office has the mandate of ensuring youth development in the community and the mandate is informed by the lack of skills, high unemployment rate, poverty and crime and scarcity of required resources. The targeted group mainly are unemployed youth, entrepreneurs and upcoming entrepreneurs, in & out of school youth, skilled & unskilled and the disabled.

OBJECTIVES OF THE OFFICE

- Dissemination of information to young people on employment (finding work, job preparation, etc.), self-employment (starting your own business, financing, etc.), education and training (career planning, skills development, etc.), citizenship (life skills, rights, community work, etc.), and health and well-being (reproductive health, general health, mental health, etc.).

- Linking young people to entrepreneurship support services (business support and finance).
- Provision of basic career and business counseling and support to young people.
- Placement of young people into exit opportunities.
- Referral of young people to other specialized service providers for follow- up services.

CHAPTER 4: MUNICIPAL STRATEGIC OBJECTIVES AND DEVELOPMENT PROJECTS

4.1. INTRODUCTION

This Chapter entails Raymond Mhlaba Local Municipality's strategic objectives and performance deliverables which give directives to the developmental agenda of the Municipality.

The Municipality is committed to the objectives of local government which are enshrined in section 152 (1) of the Constitution of the Republic of South Africa, 1996 namely:

- a) To provide democratic and accountable government for local communities;
- b) To ensure the provision of services to communities in a sustainable manner;
- c) To promote social and economic development;
- d) To promote a safe and healthy environment; and
- e) To encourage the involvement of communities and community organisations in the matters of local government.

Raymond Local Municipality's strategic objectives are therefore crafted within the context of ensuring that efforts are focused on delivering the expected outcomes of the developmental mandate of the local sphere of government.

4.2 ALIGNMENT OF SELECTED NATIONAL, PROVINCIAL, AND LOCAL STRATEGIES

Section 24 (1) and (2) of the Local Government: Municipal Systems Act (No: 32 of 2000) stipulates that;

(1)The planning undertaken by a municipality must be aligned with and complement the development plans and strategies of other affected municipalities and other organs of state so as to give effect to the principles of cooperative government contained in Section 41 of the Constitution.

(2) Municipalities must participate in national and provincial development programmes as required in Section 153(b) of the Constitution." Regulation 2(1) (d) further stipulates that

“(1) A municipality’s integrated development must at least identify-

(d) *all known projects, plans and programmes to be implemented within the municipality by any organ of state.*”

In line with the above legislation, the municipality has developed objectives and strategies aligned to the needs of the community and also to the two spheres of government.

NATIONAL PRIORITY	NATIONAL OUTCOME	PROVINCIAL PRIORITY	NATIONAL DEVELOPMENT PLAN	MUNICIPAL PRIORITY AREA
2. Education	5 A skilled and capable workforce to support an inclusive growth path	4. Strengthen education, skills and Human resource base	Improving Education, training and innovation	Through the implementation of work place skills the municipality will develop skills of the Councillors, municipal workforce and community members
	9 Responsive ,accountable ,effective and efficient local government	7 Building a developmental state and improving the public services, and strengthening democratic institutions	Economic infrastructure	The municipality seeks to ensure that communities have access to safe and well maintained community facilities by 2027.
1 Creation of decent work and sustain-able lively-hood	4. Decent employment through inclusive economic growth	1 Speeding up growth and transformation economy to create decent work and sustain-able lively-hood	Economy and employment	Promote green towns, Trade and investment
	9 Responsive, accountable, effective and efficient local government	7 Building a developmental state and improving the public services, and strengthening		Revenue enhancement Supply chain Management Expenditure Management Financial Control

		democratic institute-ions		
	12 An efficient, effective and development orientated public service and an empowered fair and inclusive. 9 Responsive, accountable, effective and efficient local government	7 Building a developmental state and improving the public services, and strengthening democratic institutions	An open society, transparency, disclosures and a culture of accountability	Audit and Compliance

4.3 MUNICIPAL SCORECARD

KPA 1: INSTITUTIONAL TRANSFORMATION AND ORGANISATIONAL DEVELOPMENT												
IDP REF	REF	PRIORITY AREA	STRATEGIC OBJECTIVE	KEY PERFORMANCE INDICATOR	BASELINE	MEANS OF VERIFICATION	ACCUMULATIVE ANNUAL TARGET (2022-2027)	2023 - 2024	2024 - 2025	2025 - 2026	2026 - 2027	INDICATOR CUSTODIAN
KPI 1	MTI 1	Human Resources	To ensure effective and efficient workforce by aligning institutional arrangements to the overall strategy to deliver quality services by 2027	Number of female representatives from employment equity groups employed submitted to the Municipal Manager		Quarterly report reflecting the number of female recruited. Appointment letters. Employment Equity Plan. Proof of submission to the MM	22	6	4	6	6	Corporate Service
KPI 2	MTI 2		To ensure effective and efficient workforce by aligning institutional arrangements to the overall strategy to deliver quality services by 2027	Number of people living with disability from employment equity groups employed submitted to the Municipal Manager	95%	Quarterly report reflecting number of people living with disability recruited. Appointment Letters. Employment equity. Proof of submission to the MM.	4	1	1	1	1	
KPI 3	MTI 3		To ensure effective and efficient workforce by aligning institutional	Number of workstudy exercises conducted	New indicator	Quarterly report. Outcomes report approved by Council and implementation of recommendations.	1	0	0	0	1	

KPI 8	MTI 8		To ensure implementation, monitoring and evaluation of the Integrated Development Plan by 2027	Number of policy workshops facilitated		Report on the workshop facilitated. Attendance register. List of policies.	8	2	2	2	2	2	Corporate Service
KPI 9	MTI 9	Policies			1								Corporate Service
		Fleet Management	To ensure implementation, monitoring and evaluation of the Integrated Development Plan by 2027	Number of individual vehicle maintenance report submitted and approved by the Municipal Manager.	4	Quarterly comprehensive fleet report on a Fuel use, accidents, controls and breakdowns.	184	46	46	46	46	46	Corporate Service
KPI 10	MTI 10		To ensure effective and efficient workforce by 2027	Number of cost containment plans Developed		Developed cost containment plan	4	1	1	1	1	1	Budget and Treasury
		Cost Containment			New indicator								
KPI 11	MTI 11	Electricity	To ensure effective and efficient workforce by 2027	Number of electricity master plans developed		Developed electricity master plan	1	1	0	0	0	0	Engineering Services
					New indicator								

KPI 12	MTI 12	Performance Management System	To ensure effective and efficient workforce by 2027	Number of organizational performance assessments conducted	4	Quarterly organizational performance reports	20	4	4	4	4	4	4	Strategic Planning and LED
KPI 13	MTI 13	Township Economy	To ensure a safe, friendly and sustainable environment by 2027	Number of Developed Township Economy Strategy	0	Approved Township Economy Strategy	1	1	0	0	0	0	0	Strategic Planning and LED
KPI 14	MTI 14	Waste Management	To ensure a safe, friendly and sustainable environment by 2027	Number of Developed IWMP	0	Approved IWMP,	1	1	0	0	0	0	0	Community Services
KPI 15	MTI 15	Environmental Management	To ensure a safe, friendly and sustainable environment by 2027	Number of Developed EMP	0	Approved EMP	1	1	0	0	0	0	0	Community Services
KPI 16	MTI 16	Safety and Security	To ensure effective and efficient workforce by 2027	Number of Developed Security Risk Plan	0	Approved Security risk plan	1	1	0	0	0	0	0	Community Services
KPI 17	MTI 17		To ensure effective and efficient workforce by 2027	Number of security programmes implemented	New indicator	Quarterly Report on security risk assessment,	20	4	4	4	4	4	4	Community Services

KPI 18	MTI 18	Advertisement	To ensure effective and efficient workforce by 2027	Number of Developed Billboard Policy	New indicator	Approved Billboard policy	1	1	0	0	0	0	Community Services
KPI 19	MTI 19	Cemeteries	To ensure effective and efficient workforce by 2027	Number of Developed Cemetery Policy	New indicator	Approved Cemetery Policy		1	0	0		0	Community Services
KPI 20	MTI 20	Land and Human Settlements	To ensure effective and efficient workforce by 2027	Number of Reviewed SDF	0	Approved SDF	1	1	0	0		0	Engineering Services
KPI 21	MTI 21		To ensure effective and efficient workforce by 2027	Number of Developed Land Use Scheme	0	Approved Land Use Scheme	1	0	0	0		0	Engineering Services
KPI 22	MTI 22		To ensure effective and efficient workforce by 2027	Number of Developed Encroachment Plan	New indicator	Approved Encroachment Plan	1	1	0	0		0	Engineering Services
KPI 23	MTI 23		To ensure effective and efficient workforce by 2027	Number of Developed Housing Sector Plan	0	Approved Housing Sector Plan	1	1	0	0		0	Engineering Services
IDP REF	REF	PRIORITY AREA	STRATEGIC OBJECTIVE	KEY PERFORMANCE INDICATOR	KPA 2: BASIC SERVICES DELIVERY AND INFRASTRUCTURE								INDICATOR CUSTODIAN
					BASELINE	MEANS OF VERIFICATION	ACCUMULATIVE ANNUAL TARGET (2022-2027)	2023 - 2024	2024 - 2025	2025 - 2026	2026 - 2027		

KPI 24	BSD 1	Facilities	To ensure accessible and safe municipal facilities by 2027	Number of Community halls renovated	4	Approved maintenance plan, Expenditure report, maintenance report, completion report	8	2	2	2	2	2	Community Services
KPI 25	BSD 2		To ensure a safe, friendly and sustainable environment by 2027	Number of Municipal Office buildings renovated	New indicator	Report on the renovated building, expenditure report, pictures	5	1	1	1	1	1	Community Services
KPI 26	BSD 3		To ensure the provision and standardization of fire services by 2027	Number of renovated fire base	2	Progress report, expenditure report, pictures,	2	1	1	0	0	0	Community Services
KPI 27	BSD 4		To ensure the provision and standardization of fire services by 2027	Number of fully functional pound facilities in Bedford and Fort Beaufort	New indicator	Fully functional pound facilities in Bedford and Fort Beaufort, pictures, expenditure reports	2	1	1	0	0	0	Community Services
KPI 28	BSD 5	Waste Management	To ensure a safe, friendly and sustainable environment by 2027	Number of cleanup campaigns conducted	New indicator	Clean up reports, Before and after photos	84	28	12	12	12	12	Community Services
KPI 29	BSD 6	Law enforcement	To ensure a safe, friendly and sustainable environment by 2027	Number of Functional Vehicle testing stations	New indicator	Function report, expenditure report, pictures, Roadworthy certificates produced, Systems generated reports	1	1	1	1	1	1	Community Services

KPI 30	BSD 7		To ensure a safe, friendly and sustainable environment by 2027	Number of traffic enforcement operations to ensure orderly road traffic control	144	1. Detailed Report on Roadblock Conducted. 2. Register (encapsulating car registration and drive names). 3. Report on any fines issued.						144	144	144	144	144	Community Services
KPI 31	BSD 8	Cemeteries	To ensure a safe, friendly and sustainable environment by 2027	Number of fully functional cemeteries	New indicator						4	1	1	1	1	1	Community Services
KPI 32	BSD 9	Electricity	To ensure adequate, efficient, sustainable energy supply and infrastructure by 2027	Percentage of INEP projects implemented	Quarterly reports, progress reports, expenditure report, verification reports, pictures						100%	100%	100%	100%	100%	100%	Engineering Services
KPI 33	BSD 10		To ensure adequate, efficient, sustainable energy supply and infrastructure by 2027	Number of illegal connection audits conducted	Disconnection report signed by the technician and Director if by-passing is detected. Report on audits conducted						20	4	4	4	4	4	Engineering Services
KPI 34	BSD 11		To ensure adequate, efficient, sustainable energy supply and infrastructure by 2027	Percentage of new connections within 21 days of application	Quarterly reports, job cards, listing of new connections conducted						100%	100%	100%	100%	100%	100%	Engineering Services
					New indicator												

KPI 35	BSD 12		To ensure adequate, efficient, sustainable energy supply and infrastructure by 2027	Percentage of reconections completed within 7 days after settlement of municipal account	New indicator	Quarterly reports, job cards, listing of reconections conducted	100%	100%	100%	100%	100%	100%	Engineering Services
KPI 36	BSD 13		To ensure adequate, efficient, sustainable energy supply and infrastructure by 2027	Percentage of unplanned outages restored within 4 hours	New indicator	Outage report highlighting cause of outage and restoration	70%	70%	70%	70%	70%	70%	Engineering Services
KPI 37	BSD 14		To ensure adequate, efficient, sustainable energy supply and infrastructure by 2027	Actual number of maintenance 'jobs' for planned or preventative maintenance	New indicator	Maintenance report highlighting repair contents	5	1	1	1	1	1	Engineering Services
KPI 38	BSD 15		To ensure adequate, efficient, sustainable energy supply and infrastructure by 2027	Number of km maintained (gravel roads)	New indicator	Quarterly reports, progress reports, pictures, listing of municipal roads maintained	1500	300	300	300	300	300	Engineering Services
KPI 39	BSD 16	Roads	To ensure adequate, efficient, sustainable energy supply and infrastructure by 2027	Number of streets where stormwater system has been maintained		Quarterly reports, progress reports, pictures, listing of streets maintained	940	160	160	160	160	160	Engineering Services
					300								

KPI 40	BSD 17		To ensure adequate, efficient, sustainable energy supply and infrastructure by 2027	Number of road markings maintained	New indicator	Report on marked roads inclusive of street names and areas	250	50	50	50	50	50	Engineering Services
KPI 41	BSD 18		To ensure adequate, efficient, sustainable environment by 2027	Number of updated Land Audit Report	0	Approved Land Audit Document	1	1	0	0	0	0	Engineering Services
KPI 42	BSD 19		To ensure adequate, efficient, sustainable environment by 2027	Percentage of Approved Compliant Building Plans	1	Quarterly report, list of building plans received	100%	100%	100%	100%	100%	100%	Engineering Services
KPI 43	BSD 20	Land and Human Settlements	To ensure adequate, efficient, sustainable environment by 2027	Percentage of Approved Compliant Land Use Applications	50	Quarterly report, list of land use applications received	100%	100%	100%	100%	100%	100%	Engineering Services
KPI 44	BSD 21	Project Management	To ensure adequate, efficient, sustainable energy supply and infrastructure by 2027	Percentage MIG Capital projects implemented	100%	Quarterly reports, progress reports, expenditure report, verification reports, pictures	100%	4	4	4	4	4	Engineering Services
KPI 45	BSD 22	Free Basic Services	To ensure adequate, efficient, sustainable energy supply and	Percentage of qualifying indigents benefiting	90%	Updated indigent register	90%	90%	90%	90%	90%	90%	Budget and Treasury

			infrastructure by 2027									
KPA 3: LOCAL ECONOMIC DEVELOPMENT												
IDP REF	REF	STRATEGIC OBJECTIVE	KEY PERFORMANCE INDICATOR	BASELINE	MEANS OF VERIFICATION	ACCUMULATIVE ANNUAL TARGET (2022-2027)	2023 - 2024	2024 - 2025	2025 - 2026	2026 - 2027	INDICATOR CUSTODIAN	
KPI 46	LED 1	Unemployment	To ensure sustainable Local Economic Development by 2027	Number of jobs created through LED programmes within the municipality.	500	Quarterly reports. Confirmation of employment from the employer. Listing of people employed.	250	50	50	50	50	Strategic Planning & LED
KPI 47	LED 2		To ensure sustainable Local Economic Development by 2027	Number of jobs created through Capital Projects	700	Quarterly reports. Contracts of people employed. Listing of people employed.	500	100	100	100	100	
KPI 48	LED 3		To ensure sustainable Local Economic Development by 2027	Number of jobs created through Expanded Public Works Programme	251	Quarterly reports. Contracts of people employed. Listing of people employed.	500	100	100	100	100	
KPI 49	LED 4		To ensure sustainable Local Economic Development by 2027	Number of economic activities supported	4	Quarterly reports. Expenditure Report, Pictures, Concept document approved by the MM	50	10	10	10	10	
											Strategic Planning & LED	

KPI 50	LED 5		SMMEs	To ensure sustainable Local Economic Development by 2027	Number of SMMEs supported by the Municipality	23	Quarterly reports. Feed back from the participants. Attendance Register. Proof of support.	50	10	10	10	10	Strategic Planning & LED
KPI 51	LED 6		Tourism	To ensure sustainable Local Economic Development by 2027	Number of tourism products/ programmes marketed	12	Reports on products/ programmes marketed	3	3	3	1	Strategic Planning & LED	
KPI 52	LED 7		Small Towns Revitalization	To ensure sustainable Local Economic Development by 2027	Number of plans to roll over small towns revitalization programmes to other towns	2	1. Concept documents. 2. Report on roll out plans	5	1	1	1	Strategic Planning & LED	
KPI 53	LED 8		Agriculture	To ensure sustainable Local Economic Development by 2027	Number of functional Fresh produce markets	1	Quarterly report on production and sales	5	1	1	1	Strategic Planning & LED	
KPI 54	LED 9		Supply Chain Management	To ensure the sustainable Local Economic Development by 2027	Percentage of tenders below R200 000 awarded to local SMME's and Vulnerable groups	90%	Quarterly reports with supporting evidence	90%	70%	80%	80%	80%	Budget and Treasury

KPI 55	LED 10		To ensure the financial sustainability in order to fulfil the statutory requirements by 2027	Percentage of tenders above R200 000 awarded to local SMME's and Vulnerable groups	70%	Quarterly reports with supporting evidence	40%	30%	40%	40%	40%	Budget and Treasury
KPA 4: MUNICIPAL FINANCIAL VIABILITY												
IDP REF	REF	PRIORITY AREA	STRATEGIC OBJECTIVE	KEY PERFORMANCE INDICATOR	BASELINE	MEANS OF VERIFICATION	ACCUMULATIVE ANNUAL TARGET (2022-2027)	2023 - 2024	2024 - 2025	2025 - 2026	2026 - 2027	INDICATOR CUSTODIAN
KPI 56	MFV 1		To ensure the financial sustainability in order to fulfil the statutory requirements by 2027	Number of MTRF Budget developed	New indicator	Draft Budget. Final Budget. Budget Adjustment	4	1	1	1	1	Budget and Treasury
KPI 57	MFV 2	Integrated Development Plan and Budget	To ensure the financial sustainability in order to fulfil the statutory requirements by 2027	Percentage of total collection on outstanding debts		Quarterly report encapsulating billing vs cash collected	70%	70%	70%	70%	70%	Budget and Treasury
KPI 58	MFV 3	Revenue Management	To ensure the financial sustainability in order to fulfil the statutory requirements by 2027	Percentage spent on FMG operating grant	60%	Quarterly reports . System Generated Report	100%	100%	100%	100%	100%	Budget and Treasury
		Expenditure Management			100%							

KPI 59	MFV 4	Financial Management	To ensure the financial sustainability in order to fulfil the statutory requirements by 2027	Percentage spent on MIG Capital grant	100%	Quarterly reports . System Generated Report	100%	100%	100%	100%	100%	100%	Engineering Services
KPI 60	MFV 5		To ensure the financial sustainability in order to fulfil the statutory requirements by 2027	Percentage spent on INEP Capital grant	100%	Quarterly reports . System Generated Report	100%	100%	100%	100%	100%	100%	Engineering Services
KPI 61	MFV 6		To ensure the financial sustainability in order to fulfil the statutory requirements by 2027	Percentage spent of EPWP grant	100%	Quarterly reports. System Generated Report	100%	100%	100%	100%	100%	100%	Engineering Services
KPI 62	MFV 7		To ensure the financial sustainability in order to fulfil the statutory requirements by 2027	Percentage of valid invoices paid within 30 days of invoice date	100%	Quarterly reports with supporting evidence	100%	100%	100%	100%	100%	100%	Budget and Treasury
KPI 63	MFV 8	Financial Management	To ensure the financial sustainability in order to fulfil the statutory requirements by 2027	Number of procurement plans developed	90%	Developed procurement. Implementation reports	5	1	1	1	1	1	Budget and Treasury
					New indicator								

KPI 69	GGP 1	Integrated Development Plan and Budget	To entrench the culture of good governance by 2027	Number of reviewed Integrated Development Plans	New indicator	Approved Integrated Development Plan	4	1	1	1	1	1	Strategic Planning & LED
KPI 70	GGP 2	Governance	To entrench the culture of good governance by 2027	Number of developed Annual Reports	New indicator	Approved Annual report	4	1	1	1	1	1	Strategic Planning & LED
KPI 71	GGP 3		To entrench the culture of good governance by 2027	Percentage of actions implemented on the audit action plan	2022/ 2023 Management	Progress report on the Implementation of Audit Action Plan verified by Internal Audit.	100%	100%	100%	100%	100%	100%	Budget and Treasury
KPI 72	GGP 4		To entrench the culture of good governance by 2027	Number of unqualified audit opinions obtained from the Auditor General	New indicator	Audit Report	5	1	1	1	1	1	Budget and Treasury
KPI 73	GGP 5		To entrench the culture of good governance by 2027	Number of councillors who have declared their financial interests	New indicator	Signed declaration forms. Report on declaration forms.	45	45	45	45	45	45	Strategic Planning & LED

KPI 74	GGP 6	Public Participation	To entrench the culture of good governance by 2027	Percentage of internal audit recommendations implemented	100%	Quarterly Report. Internal Audit Report Matrix. Internal Audit Assessment Report	100%		100%	100%	100%	100%	Strategic Planning & LED
KPI 75	GGP 7		To entrench the culture of good governance by 2027	Percentage of AC resolutions implemented	100%	Quarterly Report. AC resolution matrix.	100%	100%	100%	100%	100%	Strategic Planning & LED	
KPI 76	GGP 8		To ensure proper governance, accountability and public participation	Number of risk assessment conducted		Quarterly report. Risk assessment report. Attendance Register.	5	1	1	1	1	Strategic Planning & LED	
KPI 77	GGP 9		Improve the municipal responsiveness to service delivery breakdowns	Percentage of official complaints responded to through the municipal complaint management system	4	Quarterly reports. Reconciliation of complaints received and attended to.	100%	100%	100%	100%	100%	Strategic Planning & LED	
KPI 78	GGP 10	Public Participation	Improve the municipal responsiveness to service delivery breakdowns	Number of average days in responding to complaints received	3	Quarterly Report. System Generated report on number of days taken to respond.	3	3	3	3	3	Strategic Planning & LED	
KPI 79	GGP 11		To improve community participation by 2027	Number of community consultations conducted	4	Quarterly reports. Attendance Register.	20	4	4	4	4	Strategic Planning & LED	

KPI 80	GGP 12		To improve community participation by 2027	Percentage of wards that have held at least one councillor-convened community meeting	New indicator	Quarterly reports. Attendance Register.	100%	100%	100%	100%	100%	Strategic Planning & LED
KPI 81	GGP 13	Information Communication and Technology	To improve information sharing to communities to the people RMM by 2027	Number of communication plans developed	1	Developed communication plan	5	1	1	1	1	Strategic Planning & LED
KPI 82	GGP 14		To improve information sharing to communities to the people RMM by 2027	Number of communication programs implement as per the Communication Plan	15	Quarterly reports. Pictures. Copy of the publication	20	4	4	4	4	Strategic Planning & LED
KPI 83	GGP 15		To maintain healthy trusted brand	Number of Municipal profiles developed	New indicator	Quarterly Report. Developed Municipal Profile	5	1	1	1	1	Strategic Planning & LED
KPI 84	GGP 16	Intergovernmental Relations	To ensure proper governance and accountability by 2027	Number of IGR meetings convened	20	Quarterly reports. Attendance Register. Resolution Matrix	20	4	4	4	4	Strategic Planning & LED

KPI 85	GGP 17		Sport	To entrench social cohesion through vulnerable groups by 2027	Number of sport programmes implemented	3	Quarterly reports. Expenditure Report.	20	4	4	4	4	4	Strategic Planning & LED
KPI 86	GGP 18		Special Programmes	To entrench social cohesion through vulnerable groups by 2027	Number Special programmes model developed	New indicator	Quarterly Report. Developed Special Programmes Model	5	1	1	1	1	1	Strategic Planning & LED
KPI 87	GGP 19			To entrench social cohesion through vulnerable groups by 2027	Number of vulnerable groups programme implemented		Quarterly reports. Attendance Register. Expenditure report	25	5	5	5	5	5	Strategic Planning & LED
KPI 88	GGP 20	Law enforcement		To ensure proper governance, accountability and public participation	Number of by-laws developed	3	Quarterly reports encapsulating by-laws developed	10	2	2	2	2	2	Corporate Service
						14								

4.4 DEVELOPMENTAL PROJECTS:

4.4.1 MUNICIPAL PROJECTS FOR 2023/2024-2026/2027

1. MUNICIPAL INFRASTRUCTURE GRANT (MIG) PROJECTS

	R44 503 000	R46 395 000	R48 408 000	2025/2026	2026/2027
Ward	2022/2023	2023/2024	2024/2025	2025/2026	2026/2027
1.	Construction of Mgxotyeni Day Care centre	-	-	-	
2.		Construction of Upper Gqumashe Community Hall	-	-	-
3.	Paving of Takalani, Tyoks and Mpolweni Internal Streets Phase 4	-	Construction of Takalani Day Care Centre	-	-
4.	Paving of Seymour Internal Street Phase 4	Sikhululweni Community Hall	Paving of Seymour Old Location	-	-
5.	Construction of Lenge Community Hall	Construction of Mxhelo Community Hall	-	-	-
6.	-	Construction of Happy Rest Hall	-	-	-
7.	Construction of Katvalley Community Hall	-	-	-	-

8.	Paving of Jacaranda Street	-	Construction of Community Hall in Readsdale	Installation of Highmast Light in Readsdale and Ekuphumleni	-	-
9.	-	Construction of Community Hall in Readsdale	-	-	-	-
10.	-	Construction of Community Hall in Ward 10	-	-	-	-
11.	-	-	-	-	-	-
12.	-	-	Construction of Community Hall in Krwakrwa	-	-	-
Ward		2022/2023	2023/2024	2024/2025	2025/2026	2026/2027
13.		Construction of Ngqolowa Sportfield	Construction of Community Hall in Quthubeni	-	-	-
14.	Construction of Mbizana Day Care Centre	-	Construction of Njwaxa Day Care Centre	-	-	-
15.	Construction of Ngqele (Lalini) Day Care Centre	-	Construction of Jojozi Community Hall	-	-	-
16.	-	-	Construction of Mfiki Community Hall	-	-	-
17.	Construction of Nonaliti Community Hall	-	-	-	-	-

18.	Construction of Funinyaniso Day Care Centre	Construction of Nolutando Day Care Centre	-		-
19.	Paving of Gomma-gomma, Mike Valley and Kuwait Phase 2	Paving of Mbewu/Nohashe Street	Installation of Highmast Lights (x2)	-	-
	Fort Beaufort in ward 21 Sport Complex Phase 3				
20.	-	Construction of Community Hall in Golf Course	-	-	-
Ward	2022/2023	2023/2024	2024/2025	2025/2026	2026/2027
21.	Paving of Jampa	Construction of a Community Hall in Red Location	Paving of Makhenyane Street	Paving in Mt Pleasant	-
22.	3 Highmast Lights	-	Paving in Mt Pleasant	-	-
23.	Bedford Access Roads Phase 4	Construction of Pound	-	-	-
Selected wards	Installation of Highmast Lights				

2. INTEGRATED NATIONAL ELECTRIFICATION PROGRAMME (INEP) PROJECTS

Number	Name of Village	WARD	Number of Connections	Approved Budget (R)
1.	Nonzwakazi and Sizakhele	23	150	2.1m
2.	Ndlovini	23	100	1.4m
3.	Fairview and Eskom Tyoks	21	100	R 800,000.00
4.	Mpolweni	3	100	R 800,000.00
5.	Fort Beaufort Infills Ward	3, 8, 19 and 20	100	R 800,000.00

4.4.2 AMATHOLE DISTRICT MUNICIPALITY

MIG THREE-YEAR CAPITAL PLAN 2023/24 TO 2025/26

NUMBER	PROJECT DESCRIPTION	BUDGET 2023/24	BUDGET 2024/25	BUDGET 2025/26
1.	Fort Beaufort Bulk Water Services Upgrading	R33 421 776.00	R35 964 840.00	R35 964 840.00
2.	Hogsback Water Treatment Works and New Reservoir	R 5 264 876.00	-	-
3.	Nxuba - Adelaide and Bedford Bucket Eradication Phase 4: Upgrading of Bedford Waste Water Treatment Works	R 703 399.00	R 1 321 374.00	R 5 620 505.00
4.	Repairs and Refurbishment of Water Infrastructure: Raymond Mhlaba	R 447 826.00	-	-
5.	Raymond Mhlaba LM: Emergency interventions at sewage systems in the Amathole District Municipality	R 447 826.00	-	-

NUMBER	PROJECT DESCRIPTION	BUDGET 2023/24	BUDGET 2024/25	BUDGET 2025/26
6.	Nxuba - Adelaide and Bedford Bucket Eradication Phase 6	R8 218 239	R 6 360 679.00	R 10 659 809.00

WATER SERVICES INFRASTRUCTURE GRANT (WSIG)				
PROJECT NAME	2023/24	2024/25	2025/26	
Non-Revenue Water Loss Control Project: Alice	R 1 765 217.00	-	-	
Non-Revenue Water Loss Control Project: Fort Beaufort	R 2 647 826.00	-	-	
Assessment of Fish River Intake	R 441 304.00	R 882 609.00	-	
Equipping of Raymond Mhlaba Boreholes (Bedford)	R 6 884 348.00	R7 979 665.00	R 8 826 087.00	
Refurbishment of Adelaide Canal	R 7 060 870.00	-	-	
Refurbishment of Sewage Systems in Amathole DM	R 4 413 043.00	R 4 413 043.00	R6 178 261.00	

4.4.3. PLANS OF SECTOR DEPARTMENTS FOR 2023/2024:

1. DEPARTMENT OF HUMAN SETTLEMENTS

Number	PROJECT DISCRPTION	BUDGET
1.	Bedford Zink (172)	R1 054 865.00
2.	Bedford Goodwin Park (200)	R 830 425.00
3.	Bedford Nyara (161)	R1 806 737,00
4.	Alice Ext 1-5 (283)	R 347 881.00
5.	Alice Hillcrest (818)	R1000 000.00
6.	Bedford Worter Drift (255)	R40 044 965.40

2. DEPARTMENT OF ECONOMIC DEVELOPMENT, ENVIRONMENTAL AFFAIRS AND TOURISM (DEDEAT)

NUMBER	PROJECT DESCRIPTION	WARD	BUDGET
1.	Alien eradication programme	18	R2 000 000.00

3. DEPARTMENT OF TRANSPORT

DEBENEK				
NUMBER	VILLAGE	ROAD NUMBER	WARD	ACTIVITY AND NUMBER OF KILOMETRES
1.	Debe-Phewleni	DR02071	17	Blading (10km)
2.	Trust 2-James	DR07072	1	Blading (3km)
3.	Springs	DR07148	1	Blading (3km)
4.	Two Springs	DR 07146	13	Blading (4km)
5.	Qomfo - Dikididikana	DR 07130	13	Blading (7,5 km)
MIDDLEDRIFT				
NUMBER	VILLAGE	ROAD NUMBER	WARD	ACTIVITY AND NUMBER OF KILOMETRES
1.	Njwaxa	DR07124	14	Blading (7 km)
2.	Singeni	DR 07123	14	Blading (3km)
3.	Cwaru	DR 07259	16	Blading (3,9 km)
4.	KwaMathole	DR 07261	10	Blading (6 km)
5.	Debe-Marele	DR 07712	13	Blading (7km)
ALICE				
NUMBER	VILLAGE	ROAD NUMBER	WARD	ACTIVITY AND NUMBER OF KILOMETRES
1.	Dyamala	DR 02700	12	Blading (14 km)
2.	Lower Ncera	DR 02701	12	Blading (2,8 km)

3.	Hillcrest	DR 02697	11/6	Blading (10km)
4.	Cangca	MR 0679	4	Blading (7km)
5.	Mavuso-Gaga	DR 02702	5	Blading (8 km)
HOGSBACK				
1.	Hogsback town	MR00699	4	Blading (6km)
FORT BEAUFORT				
NUMBER	VILLAGE	ROAD NUMBER	WARD	ACTIVITY AND NUMBER OF KILOMETRES
1.	Kwangcelwane	DR 07340	7	Blading (3 km)
2.	Healdtown	DR07341	7	Regraveling, blading (8,2 km) & Pipe installation
3.	Smitzkraal Farm	DR 02472	8	Blading(6,5 km)
4.	Sparkington	DR 02059	8	Blading (8,5 km)
5.	Reitfontein	DR 02474	8	Blading (10 km)
BALFOUR/SEYMOUR				
NUMBER	VILLAGE	ROAD NUMBER	WARD	ACTIVITY AND NUMBER OF KILOMETRES
1.	Balfour	MR01639	9	Regraveling, blading (6,2 km) & Pipe installation
2.	Hertzog	DR02713	9	Blading (10km)
3.	Xokoxa	MR 00637	9	Regraveling, blading (11 km) & pipe installation

4.	Blackhood	DR02720	9	Blading (5km)
ADELAIDE/BEDFORD				
NUMBER	AREA	ROAD NUMBER	WARD	ACTIVITY AND NUMBER OF KILOMETRES
1.	Adelaide farm	MR 00480	21/22	Blading (10 km)
2.	Adelaide farm	MR00638	21/22	Blading (10km)
3.	Bedford	MR00645	23	Blading (13 km)
4.	Mpofu	MR 00646	9	Blading (3 km)

4. ESKOM

Project Name	Project Type	Budget	Total Planned Connections 2023/2024	Beneficiaries
Alice Extensions Ph 5	Households	R 4 270 000.00	140	Lalini, Allandale, Lloyd, Lokwe, Esikolweni, Mpozisa, Magaleni, Esikhululweni, Mlalandle, Ntoleni, KwaNdaba, Wezo, Nondyola, Mankazana and Healdtown/Nxukwebe
Alice Extensions Ph Pre-eng	Pre-Engineering	R 437 000.00		

(2024/25 Plan)				
Balfour and Seymour Extensions	Households	R 2 334 500.00	81	Platform, Usher, Rockfarm (8), Mdeni, Cimezile, Green, Stendly, Toll, Oakdene, Lamjeni, Rwantšana & Gonzana
Balfour and Seymour Extensions Pre-eng (2024/25 Plan)	Pre-Engineering	R 356 500.00		
Debe Nek Extension	Households	R 8 132 800.00	265	Dikidikana, Ngqolowa, Farmer, Ndindwa, Ngcabasa, Quthubeni, and Zigodlo, Mayipase, Ntonga, Nonaliti & Trust
Debenek/Debevalley Link line	Infrastructure - Line	R 7 360 000.00	16 km	
Peddie/Naudeshoek (Farma, Mgxotyeni Link	Infrastructure - Line	R 8 280 000.00	19 km	
Peddie/Naudeshoek (Zigodlo) Link line	Infrastructure - Line	R10 580 000.00	23 km	

Middledrift Extensions	Households	R 2 948 960.30	115	Mbizana, Debe Marhele, Machibini, Mthukutheni, Mdeni, Nkwangwane, Sithi, Njwaxa, Mxumbu, Gqgdushe and Mkhulu
Middledrift Extensions Pre-eng (2024/25 Plan)	Pre-Engineering	R 333 999.10		
Raymond Mhlaba Schedule 5B Pre-engineering	Recoverable Overhead Pool	R 345 000.00		
Raymond Mhlaba Type 1 Infills	Infills	R 490 000.00	70	
TOTALS		R46 225 259.40	670	

5. DEPARTMENT OF SOCIAL DEVELOPMENT

Number	PROJECT DESCRIPTION	WARD	BUDGET
1.	Child Care & Protection, Prevention & Early Intervention Programmes and Community based Care Services for Children	6, 8 & 23	R 2 771 319.00
2.	Care & Support Services to Families	4 & 8	R 153 544.00

3.	Services to Older Persons	1,2(04),3,4,5 (03), 6,7(2)10(2) 12 (05),13,15(02)16(7),17(3)18(02), 19,20,21& 22	R 5 712 373.00
4.	Services to People with Disabilities	2,17,20,21&23	R 2 595 360.00
5.	HIV/AIDS	4 & 23	R 602 706.00
6.	Victim Empowerment Programme	8,9,16,21&23	R 730 334.00
7.	Substance Abuse Prevention & Rehabilitation	8	R 93 790.00

6. DEPARTMENT OF HEALTH

NUMBER	PROJECT DESCRIPTION	BUDGET
1.	Fencing of Tower Hospital	R 20 000 000.00
2.	Construction of a Adelaide Hospital's Guardhouse	R 629 896.28
3.	Renovations and repairs of Lower Regu Clinic	R 172 829.48
4.	Construction of Balfour Clinic	R 52 059 255.81

7. DEPARTMENT OF COMMUNITY SAFETY

LINKAGE TO PROVINCIAL PRIORITY (PMTSF)	ACTIVITY	VENUE (POLICE STATION AREA)	BUDGET
Priority 6 Social Cohesion and Safer Communities	Conduct Policing Accountability Engagements (Imbizos focusing on SAPS service delivery)	Chungwa and Seymour	R50 000
	Assess CPFs on functionality	Adelaide and Balfour	NCI
	Establish and Monitor Safety Patrols at identified schools (EPWP)	Sipho Camagu High in Adelaide	As per Ministerial Determination
	Support Raymond Mhlaba Community Safety Forum (CSF)	As per invitation from the municipality	
	Social crime prevention programmes	Alice, Middledrift and Bedford	R75 000
Priority 6 Social Cohesion and Safer Communities	Unannounced visits at police stations	Adelaide, Alice, Middledrift, Doringkloof, Hogsback and Chungwa	NCI
	Assess compliance to Domestic Violence Act by SAPS	Adelaide, Alice, Bedford, Fort Beaufort, Hogsback, Chungwa, Seymour, Balfour, Doringkloof, Healdtown, Kolomane and Middledrift	NCI

8. DEPARTMENT OF RURAL DEVELOPMENT AND AGRARIAN REFORM (DRDAR)

PROGRAM	NUMBER OF BENEFICIARIES	WARD	BUDGET
Household food security	Total = 740 (Middledrift-148, Alice - 148, Fort Beaufort -148, Balfour -148, Adelaide-148)		R 1 118 710.00
Cropping program	75	1, 4, 59 & 10	R 540 000.00
Vegetables production	Total= 32 (Alice-13, Adelaide-5, Fort Beaufort- 4, Middledrift -8, Balfour 2)	4, 7, 12, 13 & 22	R 500 000.00
Fodder production	Total =31 (Lower Blinkwater-7, Qamdobowa- 9, Zalaze -15)	1, 7 & 13	R 200 000.00
Custom feeding program	Total =14 (Lovedale -9, Adelaide -5)	2 & 21	R 150 000.00

DRDAR PROJECTS - INFRASTRUCTURE DEVELOPMENT

NUMBER	PROJECT NAME	AREA	OPERATIONS
1.	Eureka Farm	Adelaide	Solar pump- installation
2.	Fieldin Co-op	Alice	Borehole (drilling, testing & installation)
3.	Ngcabasa Livestock	Middledrift	Borehole (drilling, testing & installation)
4.	Lukhanyiso Co-op	Middledrift	Borehole (drilling, testing & installation)

9. DEPARTMENT OF EDUCATION

Number	Activity	Number of schools and Area
1.	Sanitation	TOTAL =16 Fort Beaufort = 5 (Seymour Primary , Mdeni Primary , Lower Blink Water , Newtown High School & Masiphathisane School in Kolomane) , Alice = 4 (Mzamomhle Primary , Macfarlan Primary, Thembani primary & Dikeni Primary) , Middledrift = 4 (Zihlaheni Primary , Siseko Senior Secondary , Tom's Place Primary School & Mhlambiso High School), Adelaide 1 = (Richard Msuthu Primary School), Bedford =2 (Templeton High School & Nonyameko Primary School)
2.	Fencing	TOTAL =3 Fort Beaufort =2 (Thobelani Senior Secondary School, Winterberg Agricultural High School) , Alice = 1 (Jabavu High School)
3.	Additional classrooms	TOTAL =12 Alice =4 (Sisonke Primary School, Ntulikazi Primary School, Imingcangathelo High School & Alice Primary School, Adelaide = 1 (Khobongaba Primary Bedford =1 (Templeton High School) , Fort Beaufort =2 (Thobelani Senior Secondary School & Ilingelabantu Primary School) , Middledrift = 4 (Mdibaniso Senior Secondary School, Lukhozi High School , Debe Primary School & Middledrift CMC Office).
4.	School beautification	TOTAL= 12 Alice = 2 (Dalubuhle Senior Secondary School & Davidson Preparatory School) , Fort Beaufort =1 (Lindani Senior Secondary School) , Middledrift =4 (Kama High School, Mdibaniso Senior Secondary School, Ngqele Primary School & Whiteville Primary School

CHAPTER 5: MUNICIPAL SECTOR PLANS & POLICIES

Local government powers and functions are outlined in the Constitution of the Republic of South Africa, 1996, and in the Municipal Structures Act 1998. These sector plans vary from sector to sector and according to provincial discretion on the delegation of functions to municipalities in respect of some sectors. The principle underlying the role of sector planning in the IDP process can be abridged as follows:

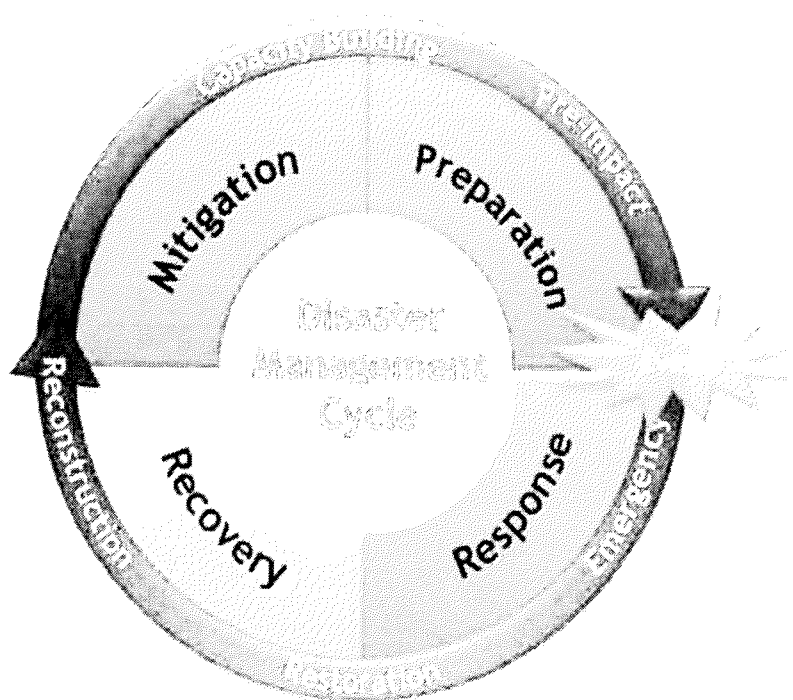
- Specific sectors which fall beyond the ambit of local competencies, such as education, may be directly related to the priority issues identified in a specific municipal area. The municipality is not the implementation agency, attention will still need to be given to the planning process from analysis to integration; to facilitate alignment and co-ordination with other spheres of government and institutions, in the course of the IDP process. What is propounded is that even for sectors where there are no legally prescribed planning requirements, local government can use the integrated planning process to lever national and provincial sector contributions (funds and support) for development by ensuring compliance with national and provincial policy principles and sector guidelines. Local government can also use the IDP process to lobby provincial sector departments by involving them in the local planning process at appropriate points.
- Sector planning requirements contained in the national sectoral legislation in respect of municipal functions such as water and environment should be dealt with as part of the IDP process, where they are relevant to the local priority issues.

The sections below gives a brief summary on the developed sector plans of the Municipality as adopted by Council on 17 April 2019.

5.1 DISASTER MANAGEMENT PLAN

The municipality developed a Disaster Management Plan (All Hazards Contingency Plan) whose primary focus is to confirm the organizational and institutional arrangements to effectively prevent disasters from occurring and to mitigate the impact of those hazards that cannot be avoided. It establishes the operational procedures for risk reduction planning as well as emergency procedures to be implemented in the event of a disaster occurring or threatening to occur. The purpose of the plan is to outline policy and procedures for both the pro-active disaster prevention

and the reactive disaster response and mitigation phases of disaster management. The preventative elements of this plan must be implemented and maintained on a continuous basis.



The illustration above demonstrates the continuum and it should be noted that Disaster Management is not only reactive, but also involves actions aimed at preventing disasters, or mitigating the impact of disasters. Different line functions and departments must contribute in varying degrees to Disaster Management in the various phases of the Disaster Management Continuum.

The emergency or re-active elements of the plan will be implemented whenever a major incident or disaster occurs or is threatening to occur. For the sake of uniformity the sequence of response operations is described in accordance with the national guidelines, for the first four of the six escalating levels of response, starting in the threatened area or community and escalating to a situation that falls within the classification of a local disaster.

5.1.1 INCIDENT RESPONSE LEVEL ZERO

When a disaster occurs or is threatening to occur, there is usually an informal spontaneous response from the survivors living or working in the threatened or affected area or community. This spontaneous and informal response is referred to as response level zero. It is at this stage the ward (or community) emergency preparedness plan must be brought into operation and the relevant emergency and/or essential services must be notified.

During this interim response period the following protocols will apply:

Coordination

As an interim measure the ward or community emergency coordinator establishes an incident coordination post and proceeds to coordinate and manage the activities of the spontaneous responders until such time as the primary agency arrives on the scene at which point the community emergency coordinator, hands over to the primary agency. If required, the community emergency coordinator together with the spontaneous responders continues to serve in a supporting capacity under the command of the primary agency.

Reporting and communication

The ward or community emergency coordinator immediately notifies the relevant primary emergency service agency (police, fire, emergency medical, traffic etc.) or essential service agency (water, power, health, shelter, access routes, social service etc.) as prescribed by the protocols applicable to the situation.

Incident Response Level One

When the primary agency from the emergency services and/or the essential services operating in municipality's area arrives on the scene they provide the initial response using their own agency internal resources (**response level one**).

Command and control

In the case of a response level one, command and control is exercised by the commander of the primary agency on the scene in accordance with own agency internal operating procedures.

Reporting and communication

The commander of the primary agency provides situation reports (Sitreps) to its agency headquarters in accordance with own agency reporting procedures. During these initial stages, it may be necessary for the primary agency to call for assistance from support agencies to deal

effectively with the situation. This is usually done via own agency headquarters and thus triggers the next response level (**response level two**).

5.2 SPATIAL DEVELOPMENT FRAMEWORK

An SDF is a key component of the IDP. The SDF should indicate the nature and location of various activities in a manner that best meets agreed objectives. The SDF has been drafted by Raymond Municipality in accordance with the relevant legislative requirements to guide the future spatial form of the greater Raymond Mhlaba area. It is aimed at developing a binding set of principles that guide development and developmental rights of property owners. Specifically, the SDF aims to:

- achieve shared and inclusive growth;
- increase access to opportunities, particularly for disadvantaged citizens;
- improve sustainability by minimizing ecological footprints; and
- maintain the unique sense of place of the towns and region.

To achieve these outcomes, various factors such as strategic infrastructure needs and requirements, natural resources, housing, agriculture and appropriate land use need to be taken into consideration.

5.3 TRANSPORT PLAN

The National Land Transport Transition Act, 22 of 2000 assigns planning responsibilities for land transport to Municipalities. This is to be executed in conjunction with spheres of Government. In terms of the Local Government Municipal Structures Act, 117 of 1998 as from 1 July 2005, Amatole Municipality (ADM) is responsible for the Municipal Public Transport, which is a shared function with local Municipalities in terms of services and infrastructure provision.

In addition, ADM is responsible for regulation of the passenger transport services in all areas within the District, as of 1st July 2006.

5.3.1 Strategic Intervention

The following areas of strategic intervention have been proposed for Raymond Mhlaba Local Municipality:

5.3.2 Poor Road infrastructure

Raymond Mhlaba, because of its rural nature and settlement patterns, is characterized by general lack of good road infrastructure, that essentially forms the backbone of any good public transport system. Access to social services and general mobility (to employment and economic opportunities) is restricted due to poor transport infrastructure and lack of suitable public transport services, particularly in remote rural areas. In many instances / missing road links prevent access to rural areas.

The poor road infrastructure results in mini-bus taxi operators restricting their services to paved roads, whilst LDVS and sedans operate most of the local routes on these gravel roads.

5.3.3 Use of LDVS and un-roadworthy vehicles as public transport

More LDVS and sedans are operated as public transport other than the conventional mini buses, mainly due to poor road conditions and inaccessibility of rural areas. None of these LDVS have been converted to ensure safe transport of passengers and many are un-roadworthy and virtually all these vehicles are operated illegally.

5.3.4 Lack of public transport facilities

Although ADM has over the past two years embarked upon a process of upgrading public transport facilities, many taxi ranks are still operated informally on-street or from vacant off-street areas. Many facilities lack basic infrastructure such as toilets, shelters, paving or informal trading facilities.

5.3.5 Roads and storm water

The provision of and maintenance of roads covers the functional areas of the Department of Public Works and Roads (DPWR), the District Municipality and Raymond Mhlaba Municipality.

Raymond Mhlaba is guided by the district wide Amathole Integrated Transport Plan. The DPWR and SANRAL jointly manage National and Provincial Roads.

The construction and maintenance of access roads and local municipal streets is performed by Raymond Mhlaba local Municipality, who are also responsible for ensuring that storm water is effectively managed. The Roads Department jointly with Extended Public Works Programmes have successfully established a Local Roads Forum that will collaborate with Raymond Mhlaba Local Municipality in the prioritisation of roads network maintenance in the municipality. EPWP

has established household contractors in Raymond Mhlaba Municipality, this contributing toward poverty reduction in the area by proving as part of Beautification process to support small towns.

5.3.6 Transport services

The municipality has a functional Driving Licence testing centre and Registration and Licence of Vehicles centre, operating from Monday to Friday and is situated in Fort Beaufort. The station in Alice only offers Renewal of Driving Licences and renewal and licencing of motor vehicles. More than 90% of passengers use taxis, with buses serving only a small sector of the population (less than 10% of the daily public transport users). Passenger rail services are non-existent. Existing rail lines are currently used mainly for freight transport and therefore infrastructure for passengers at stations is limited and in most cases non-existent. Stations are only situated in some main towns, with a number of unused sidings located along the main line.

5.4 LIST OF ADOPTED POLICIES

Division per KPA	Approved Policy
Municipal Transformations and Organizational Development	Placement Policy Fleet management Health & Safety Policy Overtime Policy Training and Development Policy Employee Wellness Policy Leave Management Policy Recruitment & Selection Policy Municipal Hall Usage Policy Delegation of powers policy Performance Management Policy
Local Economic Development	Local Economic Development Funding Policy Policy for Informal Traders Tractor Policy
Municipal Financial Viability	Asset Disposal Policy Asset Management Policy Budget Policy Indigent Policy Tariffs Policy Subsistence & Travel Policy Property Rates Policy Credit Control Policy Supply chain management policy
Good Governance and Public Participation	Risk Management Policy Fraud Prevention Policy

5.5 BY-LAWS

By the legislative powers vested in the Raymond Mhlaba Municipal council, the following By-laws have been developed and gazetted during 2019/2020 financial year.

- a) Cemeteries by-law
- b) Credit Control and Debt Collection by -law
- c) Customer Care and Revenue Management by-law
- d) Dilapidated building and unsightly objects by-law
- e) Fire Brigade by-law
- f) Impounding of animals by-law
- g) Liquor trading hours by-law
- h) Nuisance and animals by-law
- i) Public amenities by-law
- j) Rates by-law
- k) Roads and Streets by-law
- l) Solid waste disposal by-law
- m) Street Trading by-law
- n) Traffic by-law

CHAPTER 6: FINANCIAL PLAN

6.1 INTRODUCTION:

Municipal Finance Management Act 56 of 2003 Section 16 prescribes that the Council of a Municipality must for each financial year approve an Annual Budget for the municipality before the start of the financial year. Section 16 of the Local Government Municipal Finance Management Act (MFMA) prescribes that the council of a municipality must for each financial year approve an annual budget for the municipality before the start of the financial year. Section 68 of the MFMA assigns the Accounting Officer the responsibility of assisting the Mayor in performing the budgetary functions assigned to the latter in terms of Chapters 4 and 7. In terms of the MFMA, section 16(2), the Mayor of a municipality must table an annual budget at a Council meeting at least 90 days before the start of the budget year.

Section 17(1) of the MFMA further states that an annual budget must be a schedule in a prescribed format and further outlines the contents that should be included in such annual budget. The prescribed format is outlined in regulation 9 of the MBRR, which states that “the annual budget and supporting documentation of a municipality must be in a format specified in Schedule A and include all the required tables, charts and explanatory information”. The later paragraph is also supported by regulation 14(1) of the MBRR to ensure that municipalities table in Council a budget in a prescribed format, that is credible and realistic. The budget recognizes the funding streams of Council that have remained the same as in the previous budget years being mainly service charges on refuse, and rates and grant funding from both National Treasury and Provincial State Departments. Other revenue in addition to above is interest on investments and outstanding debtors, and sundry revenue.

CHAPTER 7: PERFORMANCE MANAGEMENT SYSTEM

7.1. INTRODUCTION

The Raymond Mhlaba Local Municipality's Performance Management System (PMS) aims to monitor, review and improve the implementation of its Integrated Development Plan (IDP) and measure the progress made in achieving the objectives as set out in the IDP. Implementation of the Service Delivery and Budget Implementation Plan (SDBIP) in the IDP ensures that the municipality implements programmes and projects based on the IDP targets and the approved budget. The performance of the municipality is reported on in the Quarterly and Mid-yearly Performance Assessment Reports as well as in the Annual Report.

Two key internal combined assurance tools are internal performance audit and risk management. This ensure that all activities undertaken adequately address significant risks and put in place control mechanisms to mitigate said risks to attain set performance targets. In addition to performance management legislation and regulations, the Performance Management Policy seeks to promote a culture of performance management within Raymond Mhlaba Municipality. A conducive performance management culture will ensure that the developmental objectives as constructed in the IDP gets relevance in the performance agreements of senior managers as well as the consequence implementation thereof. The purpose of the Performance Management Policy is to streamline performance management processes and to ensure that the five-year IDP (2022-2027) is implemented.

1.2 PMS OBJECTIVES

The PMS should provide a mechanism for ensuring increased accountability between the local community, politicians, the Municipal Council and the municipal management;

- The PMS should facilitate learning in order to enable the municipality to improve service delivery;
- It is important that the PMS ensures decision-makers are timeously informed of performance related risks, so that they can facilitate intervention, if necessary; and
- The PMS should provide appropriate management information that will allow efficient, effective and informed decision-making, particularly on the allocation of resources.

The Performance Management Policy clarifies the roles and responsibilities of each of the stakeholders involved in the PMS of the municipality. This negates any confusion that might arise in the municipality's pursuit to speed up delivery and to enhance the quality of services to its local constituents.

The SDBIP is an implementation plan of the approved Integrated Development Plan (IDP) and Medium-Term Revenue and Expenditure Framework. Therefore, only projects that are budgeted for are implemented. The SDBIP serves to address the development objectives as derived from the approved IDP. The format of the SDBIP is prescribed by MFMA Circular Number 13 issued by National Treasury. In terms of Circular 13, the SDBIP provides a picture of service delivery priorities, budget provision and the monitoring of performance.

7.3 MFMA CIRCULAR NO. 13

The Circular stipulates that the Service Delivery and Budget Implementation Plan (SDBIP) serves as a "contract" between the administration, council and community expressing the goals and objectives set by council as quantifiable outcomes that can be implemented by the administration over the next twelve months. The Raymond Mhlaba SDBIP is developed in accordance with circular 13. The SDBIP provides the vital link between the mayor, council (executive) and the administration and facilitates the process for holding management accountable for its performance. The SDBIP is a management, implementation and monitoring tool that will assist the mayor, councilors, municipal manager, senior managers, and community.

7.4 HIGH LEVEL SDBIP TARGETS AND INDICATORS

Quarterly projections of service delivery targets and performance indicators for each vote, is one of the five components of the top-layer SDBIP that must be made public as detailed in MFMA Circular 13. The top layer of the SDBIP includes measurable performance objectives in the form of service delivery targets and performance indicators that are provided to the community, that is, what impacts it seeks to achieve. These are drawn from the IDP programmes, services and activities that are relevant to each specific directorate as well as the statutory plans that the department is responsible for. The SDBIPs therefore are the key mechanisms for monitoring the different responsibilities and targets that each Directorate must fulfil in meeting service delivery needs provided to the community. The municipality is making use of both Top layer and Bottom

layer SDBIP. This is enacted from the auspice that the performance of the Municipal Manager is in direct core of the institution while the performance of the Directors is represented in the bottom.

7.5 CIRCULAR 88

Due to the pilot process in the 2021/22 financial year, intermediate cities, district and local municipalities will not be required to incorporate the indicators in their existing performance indicator tables in the IDP and SDBIP. Instead, these indicators should find expression in a dedicated Annexure to the IDP and SDBIP which clearly indicates the MFMA Circular No. 88 with indicators applicable to the municipality at Tier 1 and 2 levels of readiness. Practically, piloting for all categories of municipalities (except metros) means the following as it relates to municipal planning:

- Tier 1 and Tier 2 outcome, output and compliance indicators applicable to the municipality to be included in a dedicated Annexure to the IDP and SDBIP which clearly indicates the indicator;
- Baselines should be established for Tier 1 and Tier 2 outcome, output and compliance indicators and reflected in the IDP reviews/updates from 2021/22 onwards;
- Targets for outcome indicators should be set with a five-year horizon for local government (2026/27);
- Targets for output indicators should be set on an annual basis, with potential quarterly targets depending on the frequency of the indicator); and
- NO targets should be set for compliance indicators as these are tracked for monitoring purposes only.

However, the municipality took an approach to incorporate a some of the circular 88 indicators into the 2022/ 2027 IDP in order to familiarize the indicator implementation both administratively and politically.

7.6 REPORTING ON THE SDBIP

Various reporting requirements are outlined in the MFMA, both the mayor and the accounting officer have clear roles to play in preparing and presenting these reports. The SDBIP provides an excellent basis for generating the reports required by the MFMA. The report then allows the Council to monitor the implementation of service delivery programs and initiatives across the municipality's boundaries.

7.7 MONTHLY REPORTING

Section 71 of the MFMA stipulates that reporting on actual revenue targets and spending against the budget should occur on a monthly basis. This reporting must be conducted by the accounting officer of a municipality no later than 10 working days, after the end of each month.

7.8 QUARTERLY REPORTING

Section 52(d) of the MFMA compels the mayor to submit a report to the council on the implementation of the budget and the financial state of affairs of the municipality within 30 days of the end of each quarter. The mayor then delegates this function to the municipal manager. The quarterly performance projections captured in the SDBIP form the basis for the mayor's quarterly report.

7.9 MID-YEAR REPORTING

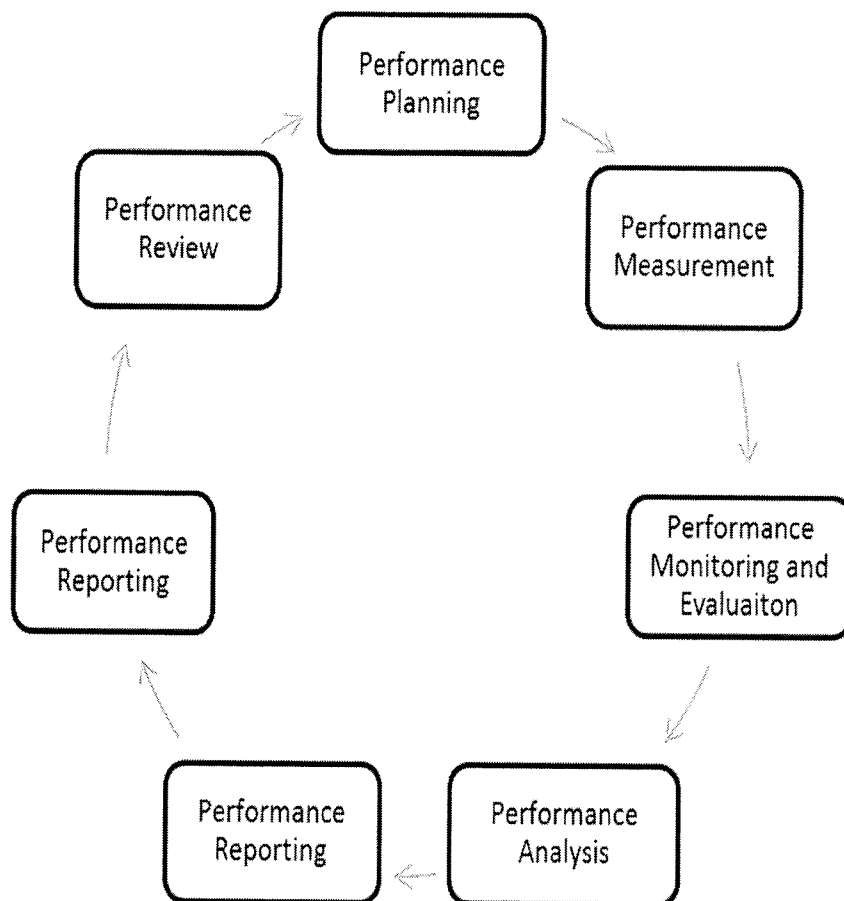
Section 72 of the Local Government: Municipal Finance Management Act, Act No. 5 of 2003, determines that by 25 January of each year the accounting officer must assess the performance of the municipality and report to the Council on inter alia its service delivery performance during the first half of the financial year and the service delivery targets and performance indicators set in the service delivery and budget implementation plan.

7.10 MONITORING AND THE ADJUSTMENTS BUDGET PROCESS

The section 71 and 72 budget monitoring reports required under the MFMA should provide a consolidated analysis of the municipality's financial position including year-end projections. The Executive Mayor must consider these reports under s54 of the MFMA and then decide as to

whether the SDBIP should be amended. The Adjustments Budget concept is governed by various provisions in the MFMA and is aimed at instilling and establishing an increased level of discipline, responsibility and accountability in the municipality's finances. In simple terms, funds can be transferred within a vote but any movements between votes can only be agreed by an adjustments budget.

The following presents annual process of managing organizational performance.



CHAPTER 8: SPATIAL DEVELOPMENT FRAMEWORK

8.1 INTRODUCTION

The spatial fabric of South African society was engineered through Apartheid planning, which led to the unequal distribution of resources, low-density sprawl, the lack of opportunities in disadvantaged areas and too much emphasis on private transport. The Raymond Mhlaba Municipality Spatial Development Framework (SDF) has been designed to address these inequalities and to create a more sustainable spatial environment.

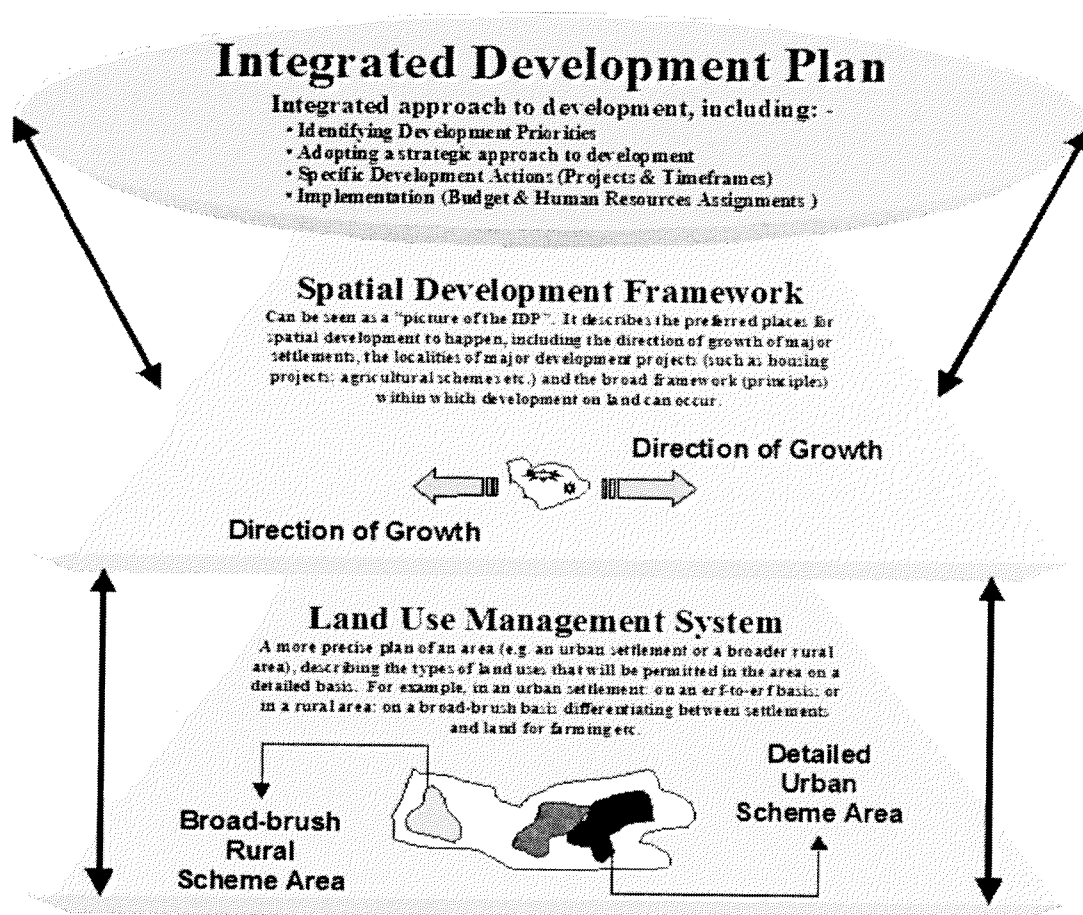
Over the years, guidelines on how to develop Spatial Development Frameworks have been prepared by various National Departments, Provincial Departments and Local Municipalities. All these guidelines worked for the areas they covered, however they never looked at linkages and interaction of adjoining Municipalities Districts, Provinces, *etc.* The latest guidelines developed in the Eastern Cape in 2010, was the Eastern Cape Provincial Spatial Development Plan (ECPSDP) see figure 2, however it was never formally adopted by the Office of the Premier, but it was used as a guide by the authors of SDF's. The ECPSDP developed seven (7) pillars aligned to the Provincial Growth and Development Strategy. In 2014, the Spatial Planning Land Use Management Act (SPLUMA) developed draft regulations and specifically guidelines for SDF's. SPLUMA empowers municipality to take charge of their own planning and this Act also gives municipality more authority on any planning development within its area of jurisdiction. The guidelines identified three (3) pillars as depicted in figure 1 below. The ECPSDP process had extremely wide public participation; we propose integrating the seven (7) pillars of the ECPSDP into the three (3) pillars of the DRDLR spatial development framework guidelines.

8.2 THE ROLE OF THE SDF

Sections 7, 12 and 21 of Act 16 of 2013 also Spatial Planning Land Use Management Act requires Municipalities must prepare Spatial Development Frameworks. Section 35 (2) of the Municipal Systems Act 32 of 2000 (as amended), stipulates that the SDF, as contained in the IDP, will prevail over a plan defined in Section 1 of the Physical Planning Act 125 of 1991 alias the old guide plans. The SDF therefore has statutory powers once the IDP is adopted by the Council and

will guide all land use management within the municipal area. In terms of section 25 (a) of the act, the SDF, as part of the IDP, must link, integrate and co-ordinate plans (projects from sector and service plans) with spatial implications, and takes into account proposals for the development of the municipality and (b) aligns the resources and capacity of the municipality with the implementation of the plan.

Therefore, it is quite clear that, the purpose of the SDF is not to infringe upon existing land rights but to guide future land uses. No proposals in the plan create any land use right or exempt anyone from his or her obligation in terms of any other act controlling land uses. The maps should be used as schematic representation of the desired spatial form to be achieved by the municipality in the long term. The boundaries created through this process should therefore be left for interpretation and not be scaled.



The formulation of the Spatial Development Framework is a legal requirement, in which, every municipality must adhere to as part of the integrated development planning processes [refer to section 26 Municipal Systems Act]. The Raymond Mhlaba Local Municipality's SDF serves as a strategy to interpret and represent the spatial development vision of the municipality. The vision must be designed to enable sustainable development throughout the municipality while the planning process will address the challenge to balance imperatives of economic efficiency, social and environmental integrity. The SDF for Raymond Mhlaba Municipality was adopted by Council in April 2019 and was carried out in line with the outcome of the NSDP and ECPSDP 2010 where the following seven spatial frameworks were recommended i.e. **Environmental, Social Development and Human Settlements, Rural Development, Infrastructure, Economic Development, Human Resources; and Governance.**

SDF gives effect to the development principles contained in the Spatial Planning & Land Use Management Act (SPLUMA), Act 16 of 2013) including:

- ✓ Spatial Justice;
- ✓ Spatial Sustainability;
- ✓ Efficiency;
- ✓ Spatial Resilience;
- ✓ Good Administration

It is paramount to indicate that the SDF addresses various pertinent issues, for example:

- Settlement
- Natural environment
- Environmental issues
- Land use analysis
- Spatial development proposals

Under Settlement, the SDF looks at the settlement pattern of the municipality which talks about the urban areas and rural areas of the municipality. It also indicates settlement growth trends within the Raymond Mhlaba Municipality. The SDF defines the types of natural environment that characterizes the municipality in terms of topography, soil and geology, water resources climate and vegetation. On environmental issues, the document indicates biodiversity and conservation areas, environmental sensitive areas and ecosystem status. Under land use analysis, the SDF analyses the dominant land uses in the municipality which are Settlement, agriculture and Forestry and conservation. It also identifies the types of land classifications that are found in the municipality. There following classes of land are not found in Raymond Mhlaba, Class 1, Class 11 and class v, all other classes of land can be found.

Spatial structuring elements of the Municipality are clustered into the following main components, namely:

- Development Nodes

- Development Corridors
- Special development Areas
- Environmental management systems

All of these are shown by means of maps within the Spatial Development Framework. As already alluded to, the draft SDF for Raymond Mhlaba Municipality is an existing document and currently undergoing further consultation with all relevant stakeholders towards Council approval. The Raymond Mhlaba Municipality SDF is aimed at addressing the spatial interventions and looking at long-term growth of the Raymond Mhlaba municipal area, these include, housing developments, student accommodation, middle income housing and shopping complex. This kind of development is envisaged to take place in the next 5 – 7 years. The SDF recognizes that any development to take place, issues of infrastructure development should be prioritized, therefore in order to develop, infrastructure should be addressed including (bulk infrastructure for electricity *etc.*), and all these are covered by the spatial development framework of the municipality. The municipality has rezoned land for construction of wind turbines and solar panels as alternative sources of energy, to relieve demand from national grid, and advocating green economy.

8.3 SPATIAL DEVELOPMENT PROPOSALS

The following key spatial structuring elements have been proposed for the Raymond Mhlaba Municipal SDF.

- Settlement nodes and hierarchy
- Hierarchy of corridors
- Priority settlement (cluster) development zones
- Municipal open space systems (MOSS)

8.3.1 Settlement Nodes and Hierarchy

The Raymond Mhlaba SDF identifies certain nodes and settlements in line with levels of investment and hierarchy. The various settlement nodes and hierarchy are as follows:

8.3.1.1 Primary Nodes

Fort Beaufort, Alice and Adelaide are strategically located with the municipal area and play an important role as regional centres for the municipality. They are well located along the main transportation routes that connect these nodes.

Table 1: Proposed Primary Nodes

Node Type	Spatial Development Priorities
Primary Node <ul style="list-style-type: none"> • Fort Beaufort • Alice • Adelaide 	<ul style="list-style-type: none"> • These are existing mixed land use nodes – administrative, social and economic node and concentration of different activities and services for effective functioning of the towns. • They require CBD revitalization and associated precinct /local planning • They need for urban aesthetics. • Infrastructure and social facilities provision and upgrade to cater for existing and future expansion of the towns. • Light industrial development area, focusing on the processing of raw materials from the region • Strengthening of the following activities in three towns: <ul style="list-style-type: none"> ○ Development of commercial activities to service the towns and the entire municipal area. ○ Location of regional and district offices of various government departments and service delivery departments • The need for Sustainable Human Settlement Programme in the form of public-funded housing development (including social housing on vacant land parcels within the CBD and adjoining areas). <ul style="list-style-type: none"> ○ Alice, in addition, requires high density students hotels development in close proximity to the University of Fort Hare and

Node Type	Spatial Development Priorities
	<ul style="list-style-type: none"> ○ Military Veteran Housing ○ Fort Beaufort – requires mixed-use development towards the Grahamstown-Adelaide Junction. ○ Adelaide – requires formalisation of informal settlement in the townships. • Proper Land Use Management and Land Administration • Expansion of Commonage and formulation of Commonage Management Plans.

8.3.1.2 Secondary Nodes

There are four (4) secondary nodes identified by the Raymond Mhlaba SDF. These are Bedford, Middledrift, Seymour and Hogsback (tourist node). These align with the spatial structure proposed in the Amathole District SDF.

Table 2: Proposed Secondary Nodes

Node Type	Spatial Development Priorities
Secondary Node <ul style="list-style-type: none"> • Bedford • Middledrift • Seymour • Hogsback (tourist node) 	<ul style="list-style-type: none"> • These are “major sub-regional nodes” within RMLM where higher to medium order community facilities such as hospitals, schools etc. should be “focused” or “bundle” in order to ensure that a great number of rural residents are served in a more efficient and effective way. • Ideally, these “nodes” should be in close proximity to public transport routes to ensure maximum accessibility to facilities. • Commercial activities serving the whole local municipal areas and the surrounding areas (sub-region)

Node Type	Spatial Development Priorities
	<ul style="list-style-type: none"> • Light industrial development focusing mainly on the processing of raw materials produced within the sub-region and the neighbouring areas – agri-processing centres. • Need for local planning (town regeneration and formalization) to maximize use of resources. • Provision and upgrade of existing infrastructure and social facilities • Provision of public-funded rural housing (including social housing on vacant land parcels within the CBD and adjoining areas). . • Strengthening of the following activities in these sub-regional service nodes: <ul style="list-style-type: none"> ○ Development of low-key commercial centre to service the villages and their catchment areas ○ Location of public facilities, such as, multi-purpose community halls, junior and senior primary and senior secondary schools, clinics, sports field, transportation facilities, to serve the villages and their catchment areas. • Local land use scheme to be negotiated. • Environmental Management (protection of natural and cultural resources)

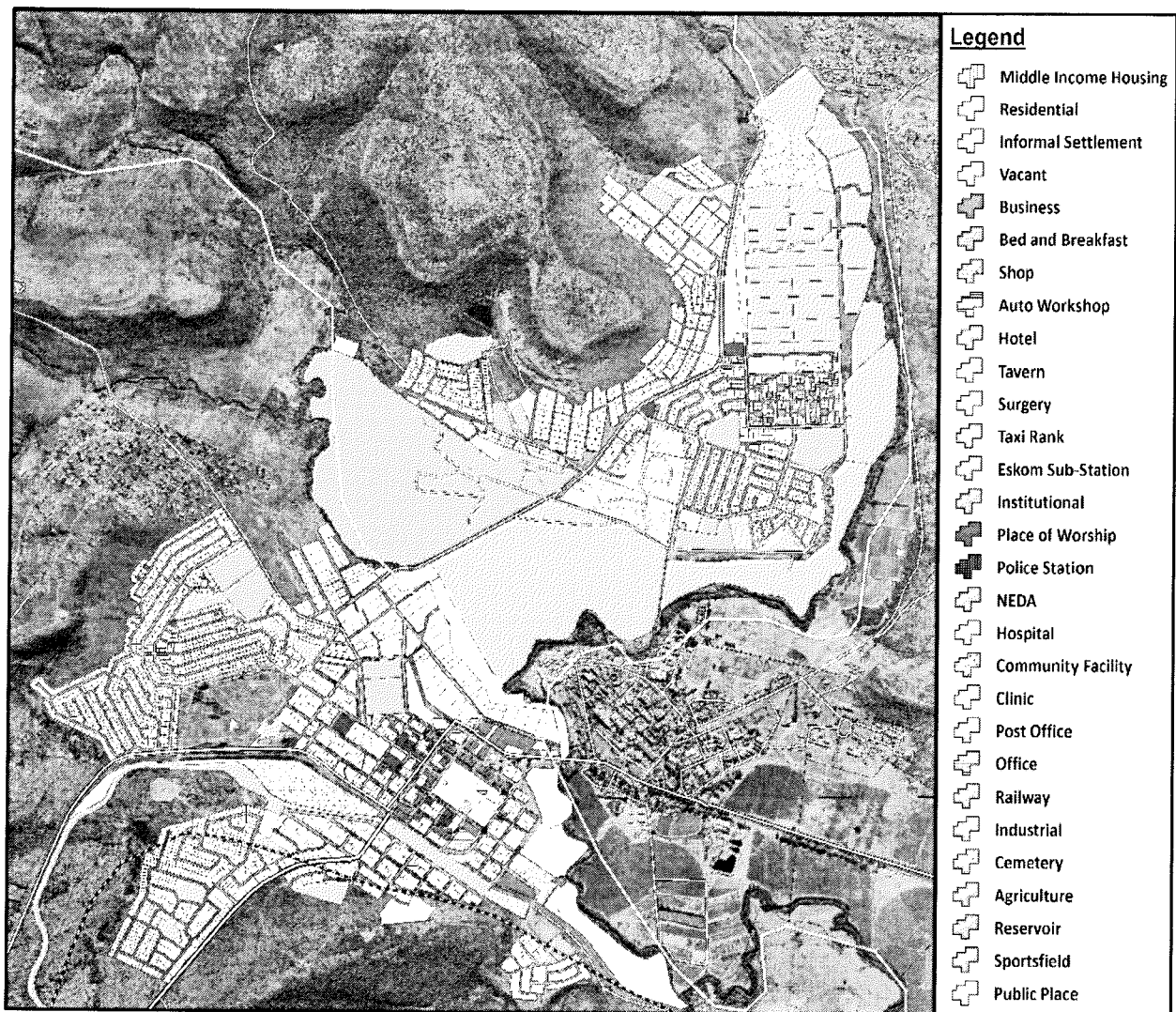
8.3.1.3 Table 3: Tertiary Nodes

The tertiary nodes identified for the Raymond Mhlaba SDF include the nodes identified in the former Nxuba and Nkonkobe Municipal SDFs; these include Balfour and Seymour.

Proposed Tertiary Nodes

Node Type	Spatial Development Priorities

<p>Tertiary Nodes</p> <p>(Minor Rural Service Centre)</p> <ul style="list-style-type: none"> • Balfour • Debenek 	<ul style="list-style-type: none"> • These are “minor rural service centres” where medium to lower order community facilities can be “focused” or “bundle” in order to ensure that a great number of rural residents are served in a more efficient and effective way. • Local planning to maximize use of resources. • Provision and upgrade of infrastructure. • Public-funded rural housing provision. • Strengthening of the following activities in major rural service nodes: <ul style="list-style-type: none"> ○ Development of low-key commercial centre to service the villages and their catchment areas ○ Location of public facilities, such as, community halls, junior and senior primary schools, senior secondary schools, mobile clinic services, sports field, transportation facilities, to serve the villages and their catchment areas. • Local land use scheme to be negotiated. • Environmental Management (Protection of natural and cultural resources)
<p>Rural Villages</p>	<p>All other existing villages in the RMLM which are areas of greatest need, requiring special investment to upgrade levels of service to the accepted minimum level so as to improve the level of well-being of the communities. It should involve investment in basic infrastructure, poverty alleviation and rural livelihood programmes and projects.</p>



5.4 ENVIRONMENTAL PRINCIPLES

The Municipality's SDF emphasises the need to protect natural resources, to achieve food security by preventing loss of valuable high potential agricultural land; and connect development to the availability of sustainable water resources. Applicable legislation in this regards,

- National Environmental Management Act (NEMA)
- Eastern Cape Biodiversity Conservation Plan (ECBCP)

In general, when considering applications for land development, the following environmental principles should be considered:

- **Landscape quality:** All development proposals must be evaluated in terms of their effects on the landscape quality of the surrounding area. This must consider the visual absorption capacity of the surrounding land and the visual intrusion, which will result from the development.
- **Urban sprawl:** The development should not contribute to urban sprawl as a result of "leap-frogging" thereby promoting secondary development.
- **Carrying capacity:** New tourism developments outside of the urban edge must evaluate the impacts of the proposed influx of tourists on the immediate natural surrounding areas as well as neighbouring natural and urban areas. A value judgment may be required to determine if the development will exceed the ecological carrying capacity of the surrounding area. This should not promote secondary development (service station; shopping centre's etc.) thus creating the need for new a development node.
- **Waste disposal and sanitation:** Any developments outside the urban edge must be self-sufficient and have a detailed plan for solid waste disposal and on-site sanitation. Developments outside of nodes must not be reliant on the municipal sewage systems as these are planned and designed to accommodate treatment volumes from the defined nodal development areas and may not have sufficient capacity to accommodate additional volumes. In all cases the environmental impacts associated with the waste disposal and sanitation systems will need to be assessed as part of the project Environmental Impact Assessment (EIA).

- **Infrastructure requirements:** The impacts on the natural environment from additional infrastructure requirements must be carefully considered and must be assessed as part of the project EIA.
- **Agriculture:** Developments should preferably not be permitted on land designated as “prime and unique” agriculture land or significantly reduce the area of high value agriculture lands, thereby reducing the potential productivity of these areas
- **Biodiversity corridors:** Development must not impact significantly on biodiversity corridors.
- **Pristine habitats:** Developments must not be situated adjacent to rivers designated as being pristine, near pristine or stressed.

Sustainable Human Settlement Development

The focus of this urban area plan is to identify priority areas for development with respect to housing development, places of employment and ancillary uses that will make Adelaide Town a sustainable human settlement and economic area that will create job opportunities. This plan should take cognisance of the new National and Provincial Sustainable Human Settlements policies. The Adelaide and Bedford LSDF (2014) indicates that housing demand within Adelaide is for RDP, Middle Income housing and rental accommodation.

- **Key Proposals**

The following human settlement (housing) proposals are made for Adelaide Town.

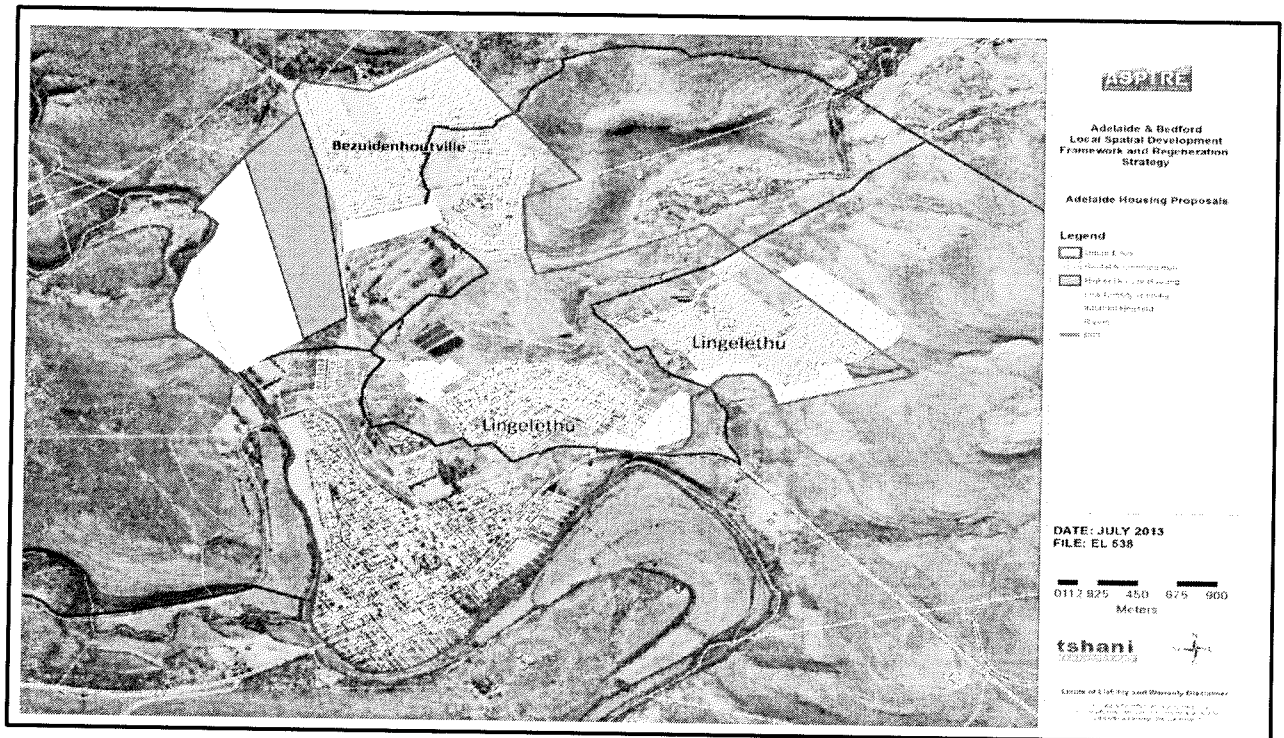
- The SDF (2011) and Housing Sector Plan (2014-2019) for former Nxuba area identified that there is enough land for future housing development within Adelaide town.
- Social and rental housing should be accommodated on developable vacant land and underutilized land parcels through infill development approach in areas close to the Adelaide CBD with good access to existing social, economic and infrastructure facilities and service to cater for middle to lower income market. Social Housing may make a strong contribution to urban renewal and integration and may also be used to facilitate the acquisition, rehabilitation and conversion of vacant land and dilapidated buildings as part of a broader urban renewal strategy.

- Formalisation of an existing and dense temporary informal housing in the Adelaide town but feasibility assessments will be required to determine the potential for in-situ formalisation of informal settlements to determine the need for land for relocation of structure from informal settlements.
- The need to accommodate a range of tenure, housing typologies and mixed incomes to promote mixed integrated and sustainable residential areas.
- Establishment of a new residential area (low, medium and high income housing) within the town.
- Extension of north-western existing low income housing on the adjacent portions of land.
- Open space is proposed as a possible future extension of present public open space in the town.

To cater for the various existing housing need like RDP, Low, Medium and High Density the Adelaide and Bedford LSDF (2014) made the following proposals.

- Low Density Housing with lots of greening next to the Golf course to create a buffer between the golf course and the residential area of Bezuidenhoutville will enhance the extravagance of this golf course. Medium/Higher Density Housing is proposed opposite the golf course along the R344
- Rental accommodation is proposed within a northern direction of the CBD along the river.
- The informal settlements within Lingeletu old and new will have to be formalized or relocated should their location not be in lined with the municipality's vision for the town.

Housing Proposals for Adelaide Town



Public Transport / Movement and Access

As like any small town in the Eastern Cape Province, the Adelaide Town and its surrounding residents depend heavily on public transport services (taxis, bakkies and buses) as the main mode of transport due to limited private car ownership. Hence the need to improve the public transport system as the current system is characterised with many problems.

○ Key Proposals

There is the great need to upgrade the Adelaide taxi and bus ranks through the following:

- Development of Transportation Management Plan through an extensive Traffic Impact Assessment (TIA) to identify transportation problems in more detailed with the aim of providing the basis for the upgrading, development and management of traffic, the public transport system and parking in and around the Adelaide town area.
- Provision and upgrading of the taxi and bus ranks taking in consideration the following:

- Improvement of accessibility in and around the area as well as the efficiency of the current system
- Developing a formalized layout plan with demarcated the entry and exist points.
- Define boundaries of the taxi and bus areas.
- Improve safety of pedestrians moving in and around the transportation node.
- Provide supporting facilities to accommodate the needs of various categories of commuters, such as, disabled people, children and elderly.
- Encourage the densification and intensification of land uses to improve long-term sustainability.
- Provide shelter or canopies for taxis, buses and commuters.
- Provide ablution facilities and safety and security.
- Provide associated informal trading facilities and spaces.
- Identify potential funding sources and submit funding applications for future developments.
- Upgrade informal trading facilities and trading premises, provide infrastructure and prepare an Informal Trading Policy and Management Plan to guide the manner in which the Taxi Node shall be utilised.
- Investigate the possibility of providing commercial, retail and community facilities as part of the Taxi Rank upgrade.

Public Open Space Development

Public open space is provided for the benefit and use of the public. Provision of open space within housing complexes can, in addition to sports facilities and parks, also include cemeteries, detention ponds, nature reserves, river corridors, conservation areas, mountains and roads reserves. Open space system should be regarded as an asset and not a problem. Multifunctional spaces serve dual purpose – they extend the opportunity for economic exchange and also promote socialisation and interaction.

The environmental conservation and management areas in the town comprise all afforested areas, river flood plains, fragile ecosystem, cemetery and public open spaces.

- **Key Proposals**

- Establishment of Town Open Space System (TOSS) to guide development and the maintenance of green elements within the town and its commonage area. This concept will perform the following:
 - Linkage and continuity: to promote a linked and continuous open space system to support integrity of natural systems and provide an opportunity for accessible and linked multi-functional active and passive open space systems.
 - Access, order and typology: to ensure that open space is provided in a manner that promotes access to a range of levels and types of open space (from local park, neighbourhood park, district park and regional park) that supports a wide range of activities, such as sports, walking, meeting and events.
- Creation of multi-functional open spaces to serve dual purposes in the Adelaide area
 - Opportunity for economic exchange activities; and
 - Promote socialisation and interaction.
- Open space (a neighbourhood park or a district park) should be provided and be clustered with other uses, such as, a library, a primary school, a community hall, a local sports field, a primary health centre, a fire station, a place of worship, a swimming pool and a nature conservation area.
- Urban Open Space: an equal distribution of the facilities through all residential areas, as well as upgrading of existing sport infrastructure, should be considered.
- Conservation areas: Environmentally sensitive belts border the town. These features are also barriers as development is now limited within the confines of the Adelaide Town. The Adelaide commonage comprises a unique ecological environment. Development should therefore not pressurize its natural environment or occupy urban agricultural lands.

- Determining the life span of the “**cemeteries**” in Adelaide Town is problematic due to the prevailing uncertainty with regards to various external factors such as HIV/Aids and migration. There is currently only one functional cemetery site for the whole Adelaide Town and this cemetery will soon reach its maximum capacity.
 - Identification of new cemetery site in Adelaide Town based on geotechnical investigation is crucial.
 - The identification of an additional accessible cemetery site, which will serve for the long term, will have to be considered in Adelaide Town and the site to the west of the existing cemetery is highly recommended.
 - The long-term solution will be to identify a well-located regional cemetery to service the entire Adelaide Cluster Development Zone. However, the final site location will only be determined once the necessary geotechnical investigation is completed.

Tourism Development in Adelaide Town

The Adelaide and Bedford LSDF (2014) indicates that Adelaide town has a potential for tourism development. Both local and international tourists visit the town. Tourism attraction activities such as game reserves attract international tourists for hunting on neighbouring game farms.

Adelaide as a town is characterised by having cultural heritage. Currently tourism is very limited in the town but taking place on very small scale. Based on desktop study a number of proposals can be made building on the strengths and opportunities of Adelaide and surrounds. Adelaide location offers the unique opportunity to act as a hub for tourism activity for the surrounding rural areas. Linkages could also be made with the Frontier Country, Karoo Heartland, Sunshine Coast, Amatola Mountain Escape and the heritage routes. It currently serves a small amount of tourists as a service centre and acts as a business centre for the rural communities. It is important to cluster tourist facilities and would also assist with traffic flow and awareness of facilities and services rather than isolated and/or scattered facilities.

- **Key Proposals**

- A detailed tourism master plan needs to be conducted to ensure alignment to the markets.

- Upgrading the existing central business district is of utmost importance and improving the parking and visual appearance by enhancing shop fronts and placing street furniture.
- Essential services and facilities such as banks and retail shops need to be at the forefront and should be easily accessed. Visible policing would also contribute positively towards tourist safety. It would lead to more persons making use of the CBD thereby supporting local business and prolonging visitor stays and expenditure. This activity would have to be closely monitored, to ensure that the financial benefit reaches the communities and extends into other financial generating activities such as homestays, donkey rides, craft market etc.
- Regulation of the establishments is important to ensure good quality accommodation. The existence of the Local Tourism Organisation (LTO) and efforts to revive the tourism industry could offer huge opportunities to expose the establishments through a member based marketing system. Revenues generated by the LTO can then be used to extend and improve the services it currently offers such as operating as a booking office for the coach services and or backpackers affiliations.
- Provision of Conference facilities in the towns
- Due to the nature of the agricultural potential of the area and its community, a market area selling fresh produce could double up as a marketplace for agricultural entrepreneurs and as an attraction for passing by tourists.
- The greatest domestic market for tourist's, remains in the Eastern Cape. In order for tourist businesses to grow and expand, focus is needed on the quality of the service provided and also the need for tourist infrastructure to be maintained and upgraded.
- The use of technological advancement is needed in certain areas where cell phone coverage is limited and so also access to internet. The use of social media marketing platforms has become increasingly important for communication especially amongst South Africans. There are a number of popular annual events in the surrounding areas that could also be used as a market platform to attract clientele such as the Bedford Garden Festival, hunting season, Christmas in July Hogsback, Grahamstown Arts Festival etc.

Adelaide Town Projects

Former Nxuba area SDF (2011) identified the following projects for Adelaide town:

Adelaide Town Projects

No	Projects
1	624 Bezuidenhoutville / Aerodrome Phase 1
2	481 Bezuidenhoutville / Aerodrome Phase 2
3	160 Bezuidenhoutville / Aerodrome Phase (8.5ha)
4	376 Emabaleni Proposed Housing Project (71.17ha)
5	Bezuidenhoutville Phase 4 including primary school, police station, crèche and clinic (98.4ha)
6	Close Adelaide Landfill Site (2010/11) Alternative A
7	Adelaide Landfill Site Alternative B
8	Adelaide WTW
8	Adelaide WTW
9	Long Term Relocation of WWTW
10	New WTW for Lingeletu & Adelaide Reservoir
11	Floodline Study along Koonap River
12	Infill Housing at Lingeletu (3.03ha) & Geotech
12	Infill Housing at Lingeletu (4.70ha) & Geotech

No	Projects
12	Infill Housing at Lingeletu (4.85ha) & Geotech
12	Infill Housing at Lingeletu (11.1ha) & Geotech
12	Infill Housing at Lingeletu (12.46ha) & Geotech
13	Lingeletu in situ Upgrade 428 Housing
14	Lingeletu Cemetery Expansion
15	Future Secondary School
16	New Business Node / Retail Centre in Bezuidenhoutville
17	Road link Lingeletu
18	Upgrade Lingeletu Bridge
19	Upgrade road between Adelaide & farms (R344)
20	Upgrade stormwater reticulation & drainage
20	Upgrade stormwater reticulation & drainage
21	Squatter upgrading urban renewal (7.73ha)
22	Infill development +-40 sites (2.25ha)
23	Squatter upgrading urban renewal +- (1.25ha)
23	Squatter upgrading urban renewal +- (3.11ha)
24	Future industrial development
25	Activity corridor mixed use
26	Greening & Beautification
27	Greening & Beautification

No	Projects
28	Adelaide commonage management plan
29	Future School
30	Transfer Station
31	New Municipal Offices & Council Chambers
32	Lingelethu Old Access
33	Bezuidenhoutville Access Road
34	Adelaide Pedestrian Bridge (Red Location)
35	Adelaide Pound

Source: Former Nxuba area SDF (2011)

The existing housing projects in Adelaide are spatially referenced under Projects 1 – 4. During the consultation, the community indicated that provision must be made for a primary school in the extension of Bezuidenhoutville towards the west (Project 5).

Adelaide is segregated as a result of the locality of the Water Treatment Works and the ponds. The relocation of the WWTW is suggested as a long term project (Project 9). The vast portions of land surrounding the WWTW will then be prime residential land, in close vicinity to all the amenities (Project 12). It was established that the land around the ponds are suitable for residential development since no odours are present, but that the soil conditions must be tested as a result of filling and ground works in the past.

Lingelethu Cemetery expansion was identified in the Open Space Master Plan and is demarcated on the plan (Project 14). A geotechnical investigation would be required before this is implemented.

A new business node was identified on a strategically located intersection in the town (Project 16). The proposed industrial area would be situated between the railway line and this business node (Project 24).

The two parks currently in the process of being upgraded in the Greening and Beautification Project of Department of Environmental Affairs are indicated as Project 26.

ADELAIDE Spatial Development Framework

BEZUIDENHOUTVILLE

ADELAIDE TOWN

LINGELTHU

Legend

Zone Class

- Residential
- Commercial
- Industrial
- Public Open Space
- Water
- Transport

Land Use Category

- Residential
- Commercial
- Industrial
- Public Open Space
- Water
- Transport

Scale

North Arrow

setplan

Naamse Munisipaliteit

Locality and description

The zone is located in Bedford and surrounding areas. This zone is envisaged as a Model 1 and Model 2 Densification and Formalization Settlement Zone.

- **Rationale for Zone Identification**

- Bedford is identified as secondary node.
- There are local economic development activities that occur in this zone and they require proper planning.

- **Key proposals**

- Settlement and infrastructure development is the prime need within these zones, accompanied by the identification and maximization of livelihood opportunities through small scale agriculture projects
- Land use management is important to ensure that rural inhabitants have adequate land for settlement and land to sustain their rural – based livelihoods.
- There is the need for local planning process in the settlements in this Zone and once the local planning is complete, consolidation process should be initiated to include sustainable human settlement projects (town and rural housing projects), infrastructure and social facilities provision and upgrades, etc.
- The local planning processes – formalization / in-situ upgrade as well as densification approaches should be adopted but there should be an agreement on planning standards to be adopted in the rural areas including average erf size.
- The Traditional Leaders should be mobilised to support the settlement planning initiatives.
- There will be the need to delineate the settlement edges to indicate the land needs for settlement expansion as well as social development needs over the 20 year lifespan of the SDF.
- There is the need for an institutional arrangements and clarification of roles and responsibilities and cooperation between the RMLM and institution of traditional leadership in respect of land allocation and land use management.

- Local Economic Development projects as contained in the IDP and SDF are pursued in this Zone to improve the condition of life of the people.

Proposals For Bedford Town

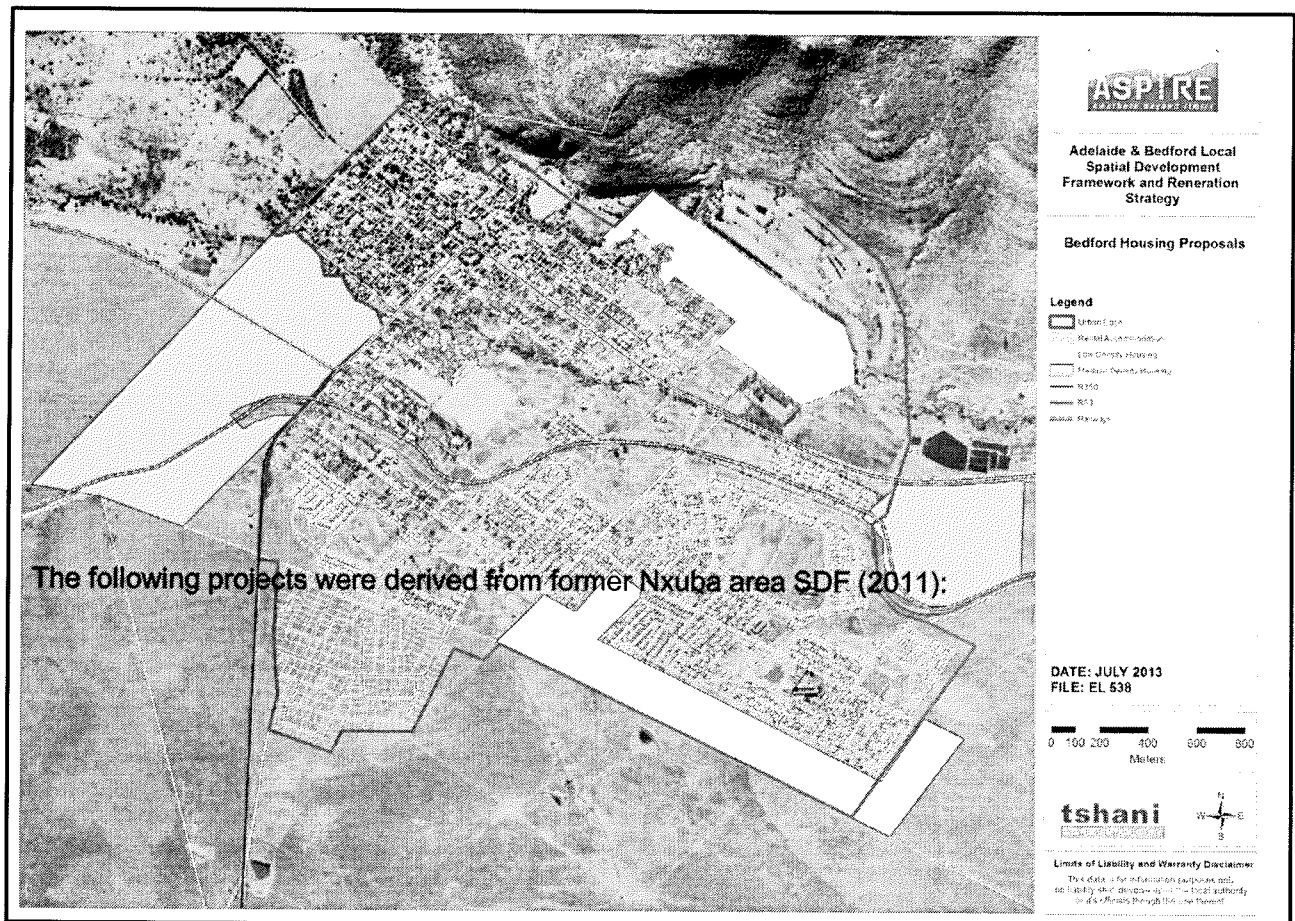
The Raymond Mhlaba SDF identified Bedford town as a secondary node which play significant roles in servicing surrounding rural areas. It has a number of community facilities that can be utilised by both Bedford residents and surrounding community members.

The following proposals were identified by both former Nxuba area SDF (2011) and Adelaide and Bedford LSDF (2013):

- Urban greening and open spaces
- Town beautification
- Provision, maintenance and upgrading infrastructure (water supply, sanitation facilities, roads, electricity and refuse removal)
- Maintenance to Municipal Buildings
- Greening of townships, topsoil for gardens, pavement trees and open space greening
- Formulate and implement heritage management plan and bylaws
- Signage
- Truck stop facilities
- Informal trading area and management
- Promote integrated and sustainable **Human Settlements Development**
 - Low density Housing is proposed along the golf course,
 - Medium density housing is proposed along the R63 entrance into the town of Bedford and along the R63 as one exit the town on the way to Cookhouse.
 - The area indicate in dark yellow is home to informal housing which needs to be formalized.

- Formalize informal settlements in Adelaide and Bedford.
- Approved or relook areas identified for Social/Rental Accommodation in Adelaide and Bedford.
- Plan and survey of areas indicated for Low Density Housing in Adelaide and Bedford.
- Plan and survey of areas indicated for Medium Density Housing in Adelaide and Bedford.

Bedford Housing Proposals



Number	Project
40	161 Nyarha Housing
41	172 Zink/Bongweni Housing
42	200 Goodwin Park Current Housing Project
43	250 Worteldrift Proposed Project
44	600 Ndlovini Proposed Project
45	1600 Sizakhele Proposed Project
45	1600 Sizakhele Proposed Project (26.47ha)
46	Infill Housing at Bongweni & Ndlovini (11.04ha)
47	Goodwin Park Community Hall & Infill Housing (3.99ha)
48	Relocate 30 Illegal Houses on Sportsfield
49	Floodline Study
50	Acquisition of Private Land for Goodwin Park (8.57ha)
50	Acquisition of Private Land for Goodwin Park (16.37ha)
50	Acquisition of Private Land for Goodwin Park (28.04ha)
51	Retail Centre in Goodwin Park
52	Feasibility for Future Cemetery at Worteldrift & Ndlovini
53	Future Industrial Development
54	Lilitha Women's Co-op
55	Expansion of Cemetery
56	Bedford WWTW
57	Bedford Garden Festival Route
57	Bedford Garden Festival Route
57	Bedford Garden Festival Route
58	Urban Agriculture: Stock Pens & Community Gardens
59	Surface Secondary Roads in Bedford CBD
59	Surface Secondary Roads in Bedford CBD
59	Surface Secondary Roads in Bedford CBD

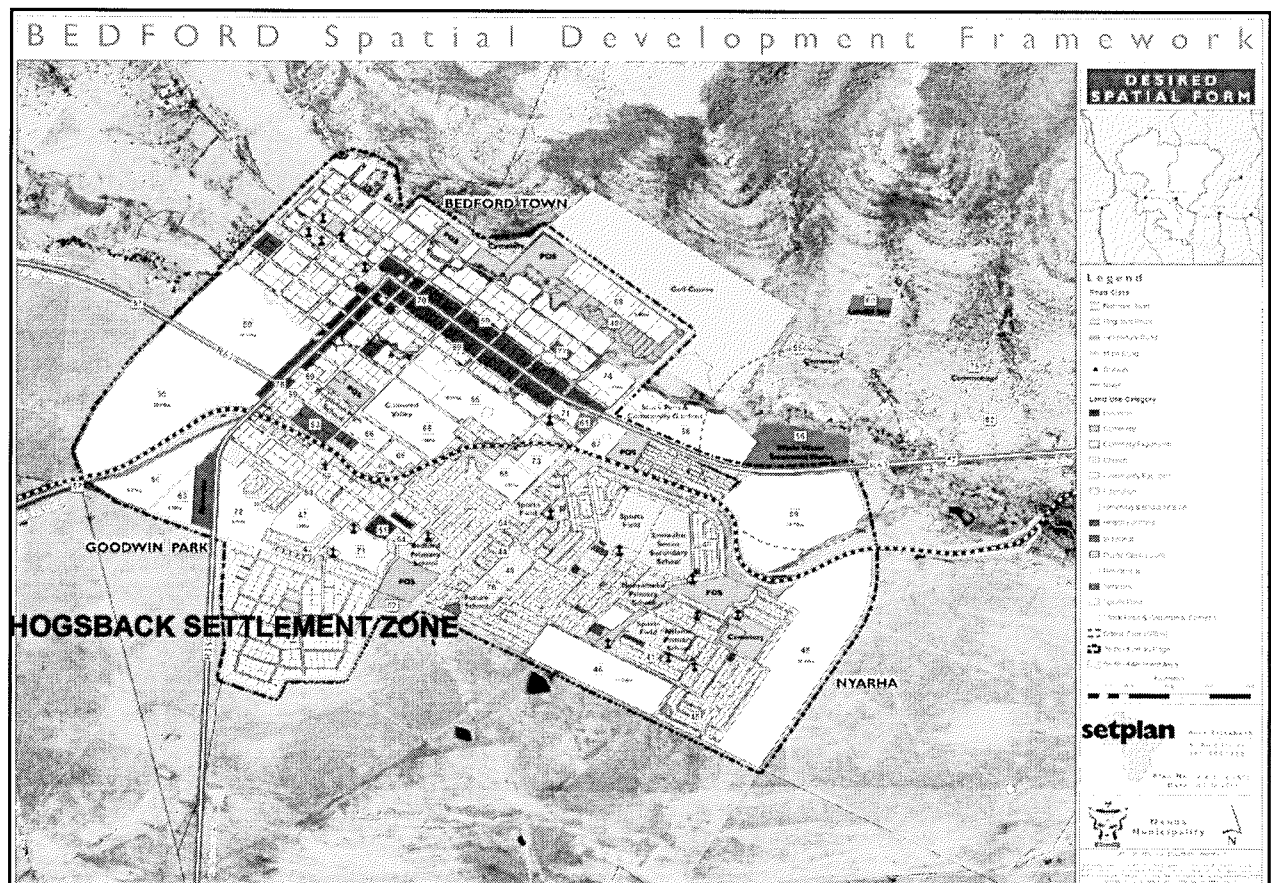
The existing housing projects in Bedford are indicated as Projects 40 – 45. The next site identified for a future housing project by the former Nxuba Municipality is situated at Bongweni and Ndlovini (Project 46). The site measures approximately 11.04ha.

The former Nxuba area SDF (2011) indicated the following to be taken into consideration:

- Investigate the acquisition of land for the expansion of Goodwin Park (Project 50),
- Feasibility and geotechnical investigation into a new cemetery at Worteldrift (Project 52) and,
- A comprehensive infrastructure services investigation on the vacant portions of land around “Coloured Valley” (Project 65).
- Huge potential exist for infill housing, creating a more compact and vibrant town and to optimally utilize the land and infrastructure. Provision should be made for public open spaces in the infill housing projects, where suitable located, undevelopable land (due to infrastructure constraints) could be used for this purpose.

Number	Project
59	Surface Secondary Roads in Bedford CBD
59	Surface Secondary Roads in Bedford CBD
59	Surface Secondary Roads in Bedford CBD
60	Upgrade Bedford Landfill Site
61	Upgrade Bedford Taxi Rank
62	Commonage & Cultural Initiation (Abakwetha)
63	Infill Housing (2.70ha)
64	Public Open Space
65	Infill Housing Services, Investigation & Open Spaces (0.28ha)
65	Infill Housing Services, Investigation & Open Spaces (0.44ha)
65	Infill Housing Services, Investigation & Open Spaces (3.03ha)
65	Infill Housing Services, Investigation & Open Spaces (7.66ha)
65	Infill Housing Services, Investigation & Open Spaces (10.55ha)
66	Eskom Housing (1.70ha)
67	High Density Residential (2.18ha)
68	Medium Density Residential (5.90ha)
69	Medium Density Residential (19.70ha)
70	Activity Corridor Mixed Use
71	Greening & Beautification
71	Greening & Beautification
72	Infill Housing (6.41ha)
73	Infill Housing (2.12ha)
74	Infill Housing (1.93ha)
75	Bedford Commonage Management Plan
76	Future School
77	Expand Bedford Pound
78	Future Business Node

Bedford Desired Spatial Form



- **Locality and description**

Hogsback is situated north of Alice en route to Cathcart. Hogsback is adjoined to the main road passing through Alice by a tarred road, which is regarded as a strategic route for forestry and tourism initiatives in the sub region.

This zone includes a small service centre, namely Hogsback. This zone is envisaged as a Model 1 Densification and Formalization Settlement Zone with additional land required for settlement of landless people and commonage purposes.

To this end, a farm named Plaatjieskraal has provisionally been identified for this purpose. A Feasibility Study on this land is in the process of being commissioned, which will identify whether the land is suited to the envisaged purposes.

- **Rationale for Zone Identification**

- This zone lies within a strategic conservation and tourism area, with forestry being a key industry in the area. Hogsback is a small settlement area with limited services.
- This zone is identified to accommodate the existing needs of the community who work and live in the area, and should not be regarded as an area to accommodate settlement of people from other communities.

- **Key proposals**

- Densification and Formalization Settlement Zone with additional land required for settlement of landless people and commonage purposes.
- A farm named Plaatjieskraal has provisionally been identified for this purpose. A Feasibility Study on this land is in the process of being commissioned, which will identify whether the land is suited to the envisaged purposes.
- The environment / natural and planted forests are key assets in this area. Conservation and protection of this economic asset is key. Development and formalization of settlements should be limited to meeting existing needs and further settlement expansion in this area should be avoided.

- Local planning process and facilitation will be required in order to identify additional commonage land to meet the needs of inhabitants living within this proposed Model 1 settlement zone.
- The resolution of cattle grazing problems for the forestry industry lies in the formalization of the relevant restitution claims and development support for the villages in the Tyume Valley.

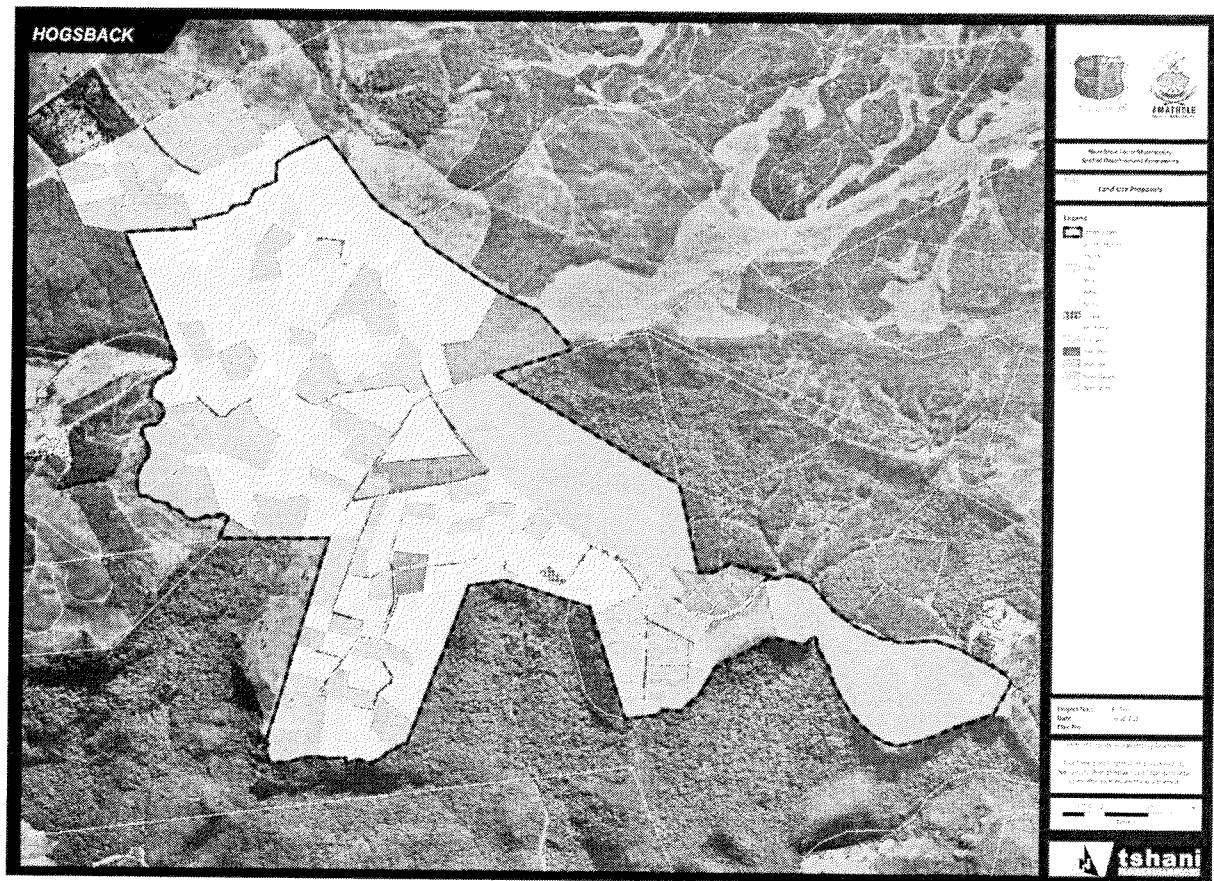
Proposals For Hogsback Town

Hogsback town is identified as rural service centres or tertiary node which needs serious planning interventions. Hogsback is well known for tourism potential which needs to be exploited in order to benefit the residents of the town and surrounding villages. The town has community facilities which assist local residents.

Key Proposals

- Provision and maintenance of infrastructure (water supply, electricity, roads, railway line, refuse removal, sanitation facilities)
- Create public open spaces for local residents in both towns
- Housing provision (RDP, Low, Medium and High residential areas)
- Provision of community facilities
- Promote the functionality of public transport systems since majority of local population utilise public transport. This can be done through provision of adequate infrastructure that support public transport.
- Promote urban design in both towns in order to beautify them
- Promote small town regeneration in the town

Hogsback Land Use Proposals



Hogsback Precinct Plan

The SDF identified Hogsback as a tourism node which need proper land use planning and management in order to benefit the municipality and its local residents. The primary objective of the Precinct Plan for Hogsback will be to intensify Hogsback town as a tourism node which offer high-density residential, information offices for tourism and support retail mixed-use node based on the tourism Development principles set out in the tourism development framework.

Hogsback town, with its natural resources, landscapes, wildlife and the protected areas, form the very basis of its dynamically growing tourism sector for the RMLM. Tourism types appropriate for the area include:

- Nature-based tourism
- Eco and adventure tourism
- Winter tourism and

- Cultural tourism.

The Precinct Plan for Hogsback will be aiming for:

- Create a robust framework that can adapt to change yet can guide and direct development sustainably;
- Promote the principles of transit orientated development;
- Improve the public environment;
- Preserve the value of the natural environment;
- Promote a mix of land uses;
- Preserve the amenity of the wider residential precinct;
- Promote safety and security through development principles;
- Create a quality address in order to add value to the area.

Key Proposals

- Provision of adequate infrastructure e.g. water supply, electricity, sanitation, roads
- Implement good urban designs for aesthetic value of the town
- Provide public open spaces for people to interact with each other
- Provision of public transport
- Provision of mixed land uses
- Offer community facilities
- Provide tourism information centre
- Provide areas for local people's business activities

SEYMOUR SETTLEMENT ZONE

- **Locality and description**

This zone includes the small rural service centre of Seymour and is situated North West of Hogsback, lying along the identified strategic road linking Fort Beaufort to Cathcart. This zone is envisaged as a Model 1 Densification and Formalization Settlement Zone with additional land required for commonage purposes.

The zone includes the settlement of Cathcartvale to the north east of Seymour, which has recently been upgraded.

- **Rationale for Zone Identification**

- Area is identified as a Development Support Zone
- This Zone identified to receive Local Planning processes
- Area to support settlement, and LED initiatives.
- Consolidation of settlements as a means of creating service thresholds.

- **Key proposals**

- Densification and Formalization Settlement Zone with additional land required for commonage purposes.
- This zone requires settlement development with the intensive development of commonage opportunities.
- Management of land use and land practices is vital to sustainable development in the area.
- It is proposed that displaced farm workers from the land under restitution (e.g. Elandsberg farm) be resettled within this zone. This will require considerable consultation and facilitation through local level planning processes.
- Upgrade of infrastructure and services may be required in this zone to accommodate the settlement needs of displaced households from neighbouring areas due to

restitution claims and for families requiring urban settlement as opposed to rural lifestyles.

Proposals for Seymour Town

The town of Seymour requires proper spatial planning and land use management in order to promote sustainable social, economic and environmental development within Seymour town. To revive the economy of Seymour town, Amathole District Municipality compiled an Implementation Plan for Seymour's small town regeneration in 2017 which can be used for guiding the development of Seymour. The implementation plan for Seymour's small town regeneration came up with vision for Seymour town. The vision reads as follows: ***An Economically Sustainable Town, with social amenities catering for the needs of its residents***

The implementation plan proposed following projects to be implemented in Seymour town:

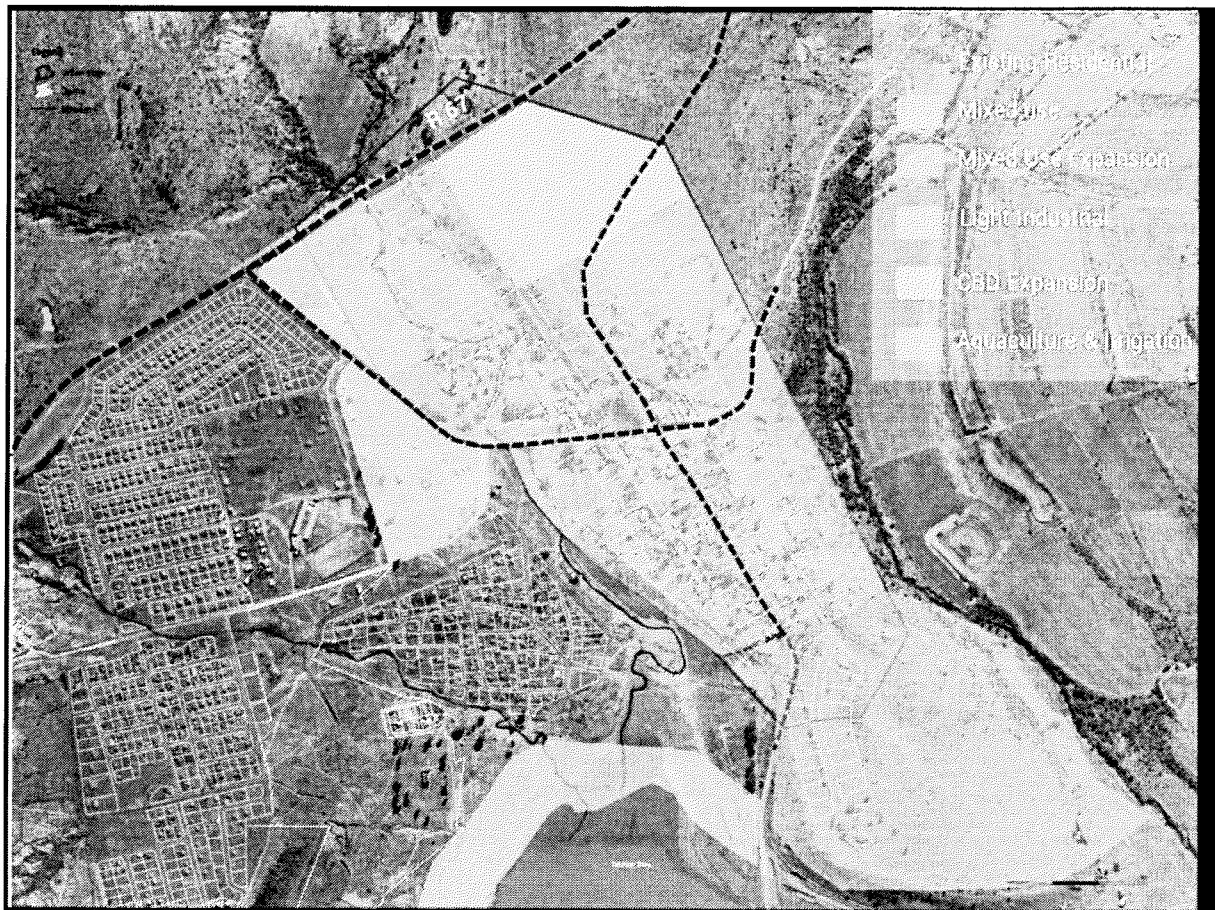
- Job creation & Infrastructure by supported by government
- Growth of citrus sector In Seymour
- Sports facilities, shopping centres and banking institutions
- Youth centre for skills development
- Strong agri-tourism Seymour
- Linkage with surrounding towns
- Revitalisation of factory to promote job creation
- Better roads and upgrades
- A spatial plan linked to the Provincial and Local SDF
- A detailed Industrial Development Plan
- Synergistic relationships across departments to promote STR
- Address and resolve land claims in Seymour

Anchor Projects

The following anchor projects have been identified as which will capitalise on the opportunities which Seymour has to offer as well as meeting the needs of its residence:

- Agricultural Sector Analysis
- Provision of FET College & Upgrade to Skills Centre
- Provision of Multipurpose Sports Facility
- Provide Public Open Space & Social Facilities
- Street Lighting, Furniture & Beautification
- Market Square Creation
- Maintenance of water and sanitation infrastructure
- Upgrading and provision of roads
- Provision of reliable electricity

Seymour town



Seymour Land Use Proposals



BALFOUR SETTLEMENT ZONE

- **Locality and description**

This zone is situated west of Seymour. This zone is envisaged as a Model 1 and Formalization Settlement Zone with additional land required for commonage purposes. It accommodates the rural villages of Balfour, which requires upgrading of the existing settlement to that of a small service centre “hub” likened to that of Seymour. Additional commonage will be required for grazing of stock and other agricultural / livelihoods practices.

- **Rationale for Zone Identification**

- Area is identified as a Development Support Zone
- This Zone identified to receive Local Planning processes

- Area to support settlement, and LED initiatives.
- Consolidation of settlements as a means of creating service thresholds.

- **Key proposals**

- This zone is envisaged as a Model 1 and Formalization Settlement Zone with additional land required for commonage purposes.
- Requires upgrading of the existing settlement to that of a small service centre “hub” likened to that of Seymour.
- Additional commonage will be required for grazing of stock and other agricultural / livelihoods practices.
- Management of land use and practices is vital to sustainable development in the area.
- It is proposed that displaced farm workers from land under restitution, and households wishing to move to access services and facilities be resettled within this zone. This will require considerable consultation and facilitation through local level planning processes.
- Upgrading infrastructure and services may be required in this zone to accommodate the settlement needs of displaced households from neighbouring areas due to restitution claims and for families requiring urban settlement as opposed to rural lifestyles.

LOWERBLINKWATER SETTLEMENT ZONE

- **Locality and description**

The Lowerblinkwater zone is situated just north west of Fort Beaufort and is dissected by the strategic main road linking Fort Beaufort to Cathcart. This zone is envisaged as a Model 2 Densification and Formalization Settlement Zone. The area is to be handed back to the claimants of a restitution claim.

- **Rationale for Zone Identification**

- Area is identified as a Development Support Zone
- This Zone identified to receive Local Planning processes
- Area to support settlement, and LED initiatives.
- Consolidation of settlements as a means of creating service thresholds.

- **Key proposals**

- This zone requires densification and formalization.
- Settlement pattern will be required to support this zone.
- Settlement planning and development is required for existing and new households
- Management of land use and land practices is vital to sustainable development in the area
- Upgrading of infrastructure and services will be required in this zone to accommodate settlement needs in this zone.
- Services to support a Model 2 Settlement pattern will be required to support this zone.

GWALI / MSOBOMVU SETTLEMENT ZONE

- **Locality and description**

The Gwali / Msobomvu settlements are situated north of Alice just west of main road enroute to Hogsback (midway). Numerous informal settlements have developed in this area. Disputes between traditional authorities are evident in this area, pertaining to land rights and respective administrative responsibilities over land.

- **Rationale for Zone Identification**

This zone will have to accommodate demands for settlement and agricultural land from new and old residents.

- **Key proposals**

- Described as Densification and Formalization Settlement Zone.
- This area requires formalization and settlement planning.
- The zone requires careful land use and settlement planning
- Management of land use and land practices is vital to sustainable development in the area in order to support the rural livelihoods of inhabitants in the area.
- Upgrading of infrastructure and services will be required in this zone to accommodate varying land use needs in this zone.
- Conservation of the natural assets favouring eco-tourism and agriculture is key to sustaining livelihoods in this zone.

MIDDLEDRIFT SETTLEMENT ZONE

• Locality and description

This zone contains the town of Middledrift and includes surrounding villages to the north and south of this town. This zone has been identified as a develop support zone largely due to the numerous boundary / land disputes in the area, both around Middledrift and north of the town. In particular, communities in dispute are located in Ward 7 and include Jojozi, Francis, Jonini, / Mabaleni vs. Upper Regu and Ngele vs. Falcons. Furthermore, the town of Middledrift requires additional land for settlement as current settlement is taking place on the town commonage but much of the surrounding land is subject for land disputes.

This area is defined as a development support zone in that extensive planning and facilitation will be required to resolve land disputes and settlement needs within this zone.

• Rationale for Zone Identification

- This zone has been identified as a develop support zone largely due to the numerous boundary / land disputes in the area, both around Middledrift and north of the town.
- Communities in dispute are located in following villages Jojozi, Francis, Jonini, / Mabaleni vs. Upper Regu and Ngelevs Falcons.

- Furthermore the town of Middledrift requires additional land for settlement as current settlement is taking place on the town commonage but much of the surrounding land is subject for land disputes.

- **Key proposals**

- This area is defined as a development support zone in that extensive planning and facilitation will be required to resolve land disputes and settlement needs within this zone.
- Focused facilitation to resolve traditional authority and related land disputes is required.
- Settlement and infrastructure planning will be required.
- Appropriate land use management systems may be required once land disputes are resolved.

Proposals for Middledrift Town

The Middledrift and Debenek LSDF (2012) proposed the following for the town of Middledrift:

- Provision of mixed land uses: Residential, business, offices, CBD / mixed-use, industrial, industrial, government and municipal purposes, civic and cultural uses, small-scale / urban agriculture, transport and access, utilities and services, sport, leisure and recreation, tourism facilities including accommodation (hotels, resorts, B & B, camp sites, conference centre and caravan parks), open spaces (public and private).
- Ensures connectivity of the area to King Williams Town and Alice and the rest of the region, thus creating exposure to tourism, commercial and other opportunities
- Ensures connectivity of the area to Ngqushwa Municipality and creates an opportunity for tourism to Double Drift Nature Reserve and other opportunities
- Forestry Potential is found in the northern part of the study area and this will be area prioritised for forestry
- Uplift the livelihoods of the communities through Local Economic Development (LED) and provide food security in the area, there are various project identified within the IDP.

- Promote agricultural development within the area. The northern and eastern regions of the study area have dry land cropping potential. Grazing is encouraged along the Ncerha, Zalara, Debe and Keiskamma River because of availability of water for this purpose in these regions.

The Raymond Mhlaba SDF also proposed the following in Middledrift town:

- Maintenance, provision and upgrading of infrastructure (water supply, electricity, refuse removal, sanitation facilities, roads, and railway line).
- Provision of public open spaces within the town
- Central Business District (CBD) Revitalisation
- Support Public Transport through provision of infrastructure that promote functionality of public transport (taxi and bus shelters)
- Promote pedestrianisation in the Middledrift CBD through provision of walkways
- Provision of integrated and sustainable housing (RDP, rentals and social housing, low, middle and high residential houses).
- Provision of community facilities if there is a need.
- There is a need for small town regeneration strategy for Middledrift town.

SOUTH EAST OF MIDDLEDRIFT, EXTENDING TO DEBE NEK SETTLEMENT ZONE

- **Locality and description**

This zone is situated to the southeast of Middledrift town below the main road and extends towards Dimbaza. Furthermore, the area is a natural extension of the settlement densification around Dimbaza, running along the main regional road.

- **Rationale for Zone Identification**

- This has been identified as a settlement development zone due to various housing and settlement projects proposed in this area
- These projects relate to the Debe Nek housing development and upgrading of Debe Valley / Trust No. 2.
- A project requests urgent surveying and planning of informal settlements of Xunjwa

- **Key proposals**

- This zone will require local land use planning and settlement and infrastructure development
- Livelihoods opportunities on commonage land will need to be identified and developed.
- A project requests urgent surveying and planning of informal settlements of Xunjwa situated in Ward 1.

Debenek Precinct Plan

The purpose of Precinct Plan is to assist the District and Local Municipality, by providing information necessary to proactively support the municipality in fast-tracking the implementation and economic development of infrastructure projects in the area.

Precinct plans are developed to present a new desired development pattern to a dysfunctional area, modify existing land use disparities, protect and endorse existing predominant or preferred future dominant land use and linked ancillary or compatible land uses.

The area identified for development is on the north eastern side of the main access road that provides access into the Debe Nek area via the R63, as well as a portion of the main access road from the intersection with the R63 and up to the railway line. The proposals that are put forth for this precinct are as follows:

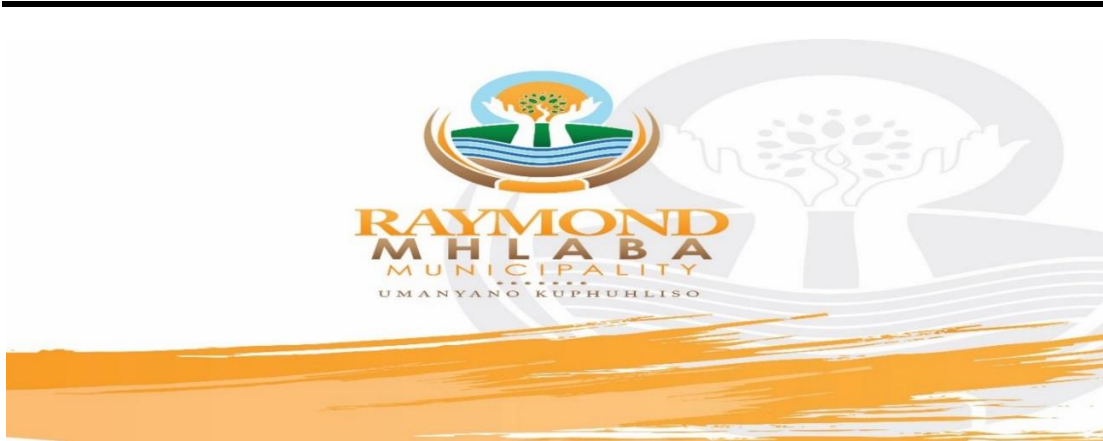
- Development of the main access road;
- Streetscaping;
- Development of the informal trade zone;
- Development of the Business Centre;
- Landscaping;
- Development of a public square; and
- Construction of walkways.

ANNEXURES:

- 1. 2023/2024 FINAL BUDGET**
- 2. 2023/2024 FINAL TARIFFS**



FINAL BUDGET 2023/2024



RAYMOND MHLABA EC129

2023/24 TO 2025/2026 MEDIUM TERM REVENUE AND EXPENDITURE FORECASTS

Prepared in terms of the Local Government: Municipal Finance Management Act (56/2003): Municipal Budget and Reporting Regulations, Government Gazette 32141, 17 April 2009.



FINAL BUDGET 2023/2024

2. GLOSSARY

Adjustments Budget – prescribed in section 28 of the MFMA. The formal means by which a municipality may revise its annual budget during the year.

Allocations – Money received from Provincial or National Government or other municipalities.

Budget – the financial plan of the municipality.

Budget related policy – policy of a municipality affecting or affected by the budget, such as the tariffs policy, rates policy and credit control and debt collection policy, etc.

Capital Expenditure – Spending on assets such as land, buildings and machinery. Any capital expenditure must be reflected as an asset on the municipality's balance sheet.

Cash flow statement – a statement showing when actual cash will be received and spent by the municipality. Cash payments do not always coincide with budgeted expenditure timings. For example, when an invoice is received by the municipality it scores as expenditure in the month it is received, even though it may not be paid in the same period.

DORA – Division of Revenue Act. Annual legislation that shows the amount of allocations from National to Local government.

Equitable share – a general grant paid to municipalities. It is predominantly targeted to help with free basic services.

Fruitless and wasteful expenditure – expenditure that was made in vain and would have been avoided had reasonable care been exercised.

GFS – Government Finance Statistics. An internationally recognised classification system that facilitates like for like comparison between municipalities.

GAAP – General Accepted Accounting Principles. World Wide Accepted Standards.

GRAP – Generally Recognised Accounting Practice. The new standard for municipal accounting.

IDP – Integrated Development Plan. The main strategic planning document of the municipality.



FINAL BUDGET 2023/2024

KPI's – Key Performance Indicators. Measures of service output and / or outcome.

MFMA – The Municipal Finance Management Act – no 53 of 2003.
The principle piece of legislation relating to municipal financial management.

MTREF – Medium Term Revenue and Expenditure Framework. A medium term financial plan, usually 3 years, based on a fixed first year and indicative further two years' budget allocations. Also includes details of the previous and current year's financial position.

Operating expenditure – spending on the day to day expenses of the municipality such as salaries and wages.

Rates – Local government taxation based on an assessed value of a property. To determine the rates payable, the assessed rateable value is multiplied by the rate in the rand.

SDBIP – Service Delivery and Budget Implementation Plan. A detailed plan comprising quarterly performance targets and monthly budget estimates.

Strategic Objectives – the main priorities of the municipality as set out in the IDP. Budgeted spending must contribute towards the achievement of the strategic objectives.

Unauthorised expenditure – generally, spending without, or in excess of, and approved budget.

Virement – a transfer of budget

Virement Policy – The policy that sets out the rules for budget transfers. Virements are normally allowed within a vote. Transfers between votes must be taken and approved by Council.

Vote – one of the main segments into which a budget is divided, usually at directorate / department level.



FINAL BUDGET 2023/2024

3. MAYORAL BUDGET SPEECH

4. BUDGET RELATED RESOLUTIONS

On 31 May 2023, the Council of Raymond Mhlaba Local Municipality will meet in the Council Chamber to consider the Final IDP and Annual budget of the municipality for the financial year 2023/24. The Council to approve the following resolutions:

1. The council to adopt the Final IDP and Budget for 2023/2024 financial year as a strategic document to guide developmental initiatives and programmes for duration of the period enunciated therein,
 - 1.1.1. The organizational structure for 2023/2024 financial year, which is an annexure to the IDP.
 - 1.1.2. The IDP and Budget 2023/2024 should be made public in terms of section 21A and 21B of the Municipal Systems Act.
 - 1.1.3. The Final Tariffs and Budget Related Policies
 - 1.1.4. The copy of the IDP and Budget 2023/2024 be submitted to the MEC for Local Government in terms of section 32 of the Municipal Systems Act.



FINAL BUDGET 2023/2024

5. OVERVIEW OF THE BUDGET

5.1 Balanced and Credible Budget

The following National Treasury guidelines have been taken into consideration when preparing the budget:

- Tabling a balance and credible budget that is based on realistic estimates of revenue to be collected, taking into account both actual revenue collected in the past financial year, and revenue projects for the current financial year.
- The inclusion of all grants in the annual budget, on both the revenue and expenditure side;
- The presentation of three-year capital and operating budgets;
- The revision of the IDP to be consistent with the three-year budget;
- The maximum expenditure growth limit of 6% to stay within inflation targets as determined by National Treasury. The growth limit applies to own revenue sources only and excludes intergovernmental grants, for both the capital and operating budgets.
- Increases in rates and taxes have been kept within inflation targets, in support of government's macro-economic objectives and investor confidence.

Funding the Budget

Section 18(1) of the MFMA states that an annual budget may only be funded from:

- Realistically anticipated revenues to be collected;
- Cash backed accumulated funds from previous year's surpluses not committed for other purposes; and
- Borrowed funds, but only for the capital budget



FINAL BUDGET 2023/2024

Achievement of these requirements in totality effectively means that council has “balanced” its budget by ensuring that budgeted outflows will be offset by a combination of planned inflows. The budget of the municipality is therefore not sustainable over the long-term, this is indicative in its funding measurement due to the low own revenue streams.

Credible Budget

Amongst other things, the following has been taken into consideration to ensure that this is a credible budget;

- Only activities consistent with the revised IDP have been included in the budget, taking into consideration the financial constraints of the municipality;
- It is achievable in terms of the agreed services delivery and budget implementation plan and performance targets;
- Contains revenue and expenditure projection that are consistent with current and past performance
- Does not jeopardize the financial viability of the municipality (ensures that the financial position is maintained within generally accepted prudential limits and that obligations can be met in the short, medium and long term; and
- Provided managers with appropriate levels of delegation sufficient to meet their financial management responsibilities.

The budget sets out certain service delivery levels and associated financial implications, therefore the community should realistically expect to receive these promised service delivery levels and understanding the associated financial implications.



5.2 Government Priorities Considered

THE MTREF

The budget has been prepared based on the requirements of mSCOA and significant progress has been made on the implementation thereof. However, some processes are still being developed and implemented to ensure full compliance, which include activity based costing, asset management, system shortcomings, human capacity building amongst others.

Although the municipality is categorized as Low Capacity Municipality, it is also of outmost importance to ensure that Council complies with all legislative requirements; this entails the channelling of fund, which would ordinarily be utilized for services delivery to the implementation of the legislative requirements.

In President Cyril Ramaposa's State of the Nation Address of 2023, he indicates government key priorities to be:

- Building a new Consensus in a collective effort to address poverty, unemployment and inequality.
- Reduction of Electricity Loadscheduling
- Growing the economy and Jobs through cutting red tape and supporting small businesses.
- Ensuring a Just Transition by investing in renewable energy and green economy. This will attract investment, create new jobs and ensure that coal-dependent communities benefit from the transition.
- Accelerating Land Reform
- Fighting corruption as it undermines the delivery of services hurts the economy and investor confidence.
- Making communities safer



FINAL BUDGET 2023/2024

Therefore, in framing this budget, priority has been given to objectives and priorities of government based on the IDP to be adopted by council.

The National Energy Regulator of South Africa (NERSA) is responsible for the price determination of the bulk costs of electricity. In January 2023, NERSA approved tariff increases of 18.7 per cent in 2023/24 and 12.7 per cent increase in 2024/25. For purposes of calculating the free basic energy subsidy in the local government equitable share formula, the National Treasury has added 2 per cent to these increases. This is in anticipation of higher increases than those published in January, for municipalities, due to the difference in the financial years of Eskom customers and municipalities meaning that Eskom only has nine months to collect the allowable revenue from municipalities. R1.1 billion is added to the free basic energy subcomponent of the free basic services component of the local government equitable share formula to fund these higher tariff increases. To this end, the free basic electricity subsidy in the local government equitable share is calculated based on a 20.7 per cent tariff increase in 2023/24 and a 14.7 per cent increase in 2024/25. In the absence of an approved tariff increase in the outer year of the MTEF period, the formula assumes an increase of 17.7 per cent in 2025/26. This is the average of the estimated increases for the first two years of the MTEF period. The municipality will propose a higher tariff of 19,7% to ensure that the cost structure of providing the service is not putting the municipality in a bad position and that the tariff is cost-reflective to ensure that the municipality does cater for electricity repairs and maintenance and this depends upon final approval by NERSA.

The municipality has set aside R 5 million for electricity infrastructure maintenance in an attempt to renew electrical infrastructure assets and reduce losses. The INEP grant allocation for 2023/24 financial year amounts to R5,9 million; however, there is an allocation of R13,5 million for 2024/2025 and an allocation of R13 million for 2025/2026 financial year to address the backlog on access to electricity. The municipality has also embarked on reduction of electricity losses so as to attain almost full recovery of electricity costs, which in turn will result in timeous payments of the electricity provider.



FINAL BUDGET 2023/2024

In an attempt to addressing challenges faced by the underprivileged, as well as the successful implementation of the indigent campaign, the provision of free basic services and indigent subsidy are increasing in our new budget in comparison to previous years. Electricity income however is also increasing due to the higher demand based on more households having access to electricity, expansion of the municipality and the increase in municipal tariff.

The municipality is working towards the achievement of realising a surplus in future. The municipality has set aside an amount of R98,5 million for Bulk Purchase on electricity for the 2023/2024 financial year. The municipality is in a process of applying to benefit from Municipal Debt Relief. Upon approval of the application, Eskom will completely write-off the principal debt, interest, and penalties as at end of 31 March 2023.

The area of focus in the coming financial year will be mainly in revenue collection, which is mainly on rates revenue and service charges, and to focus on funding core functions of the municipality and to cut expenditure on non-service delivery projects to ensure the financial viability of the municipality since there is an indication that Raymond Mhlaba Municipality is very much grant dependant at this stage. We are also embarking on reducing/management of Electricity losses due to illegal bridging and tempering in our areas.

The effective management of assets will also be a focus area to ensure that all assets are well maintained and repaired based on their conditions taking into account the cost effectiveness thereof. The municipality has set aside an amount of R5 million to install smart meters to improve municipal revenue collection.

A Financial recovery plan was developed to assist the municipality to control its revenue and expenditure in future. The municipality will use the restriction/ interruption of supply of electricity services as a collection tool. Changes are made to the existing budget related policies to ensure that are in line with the 2023/2024 draft budget.



6. EXECUTIVE SUMMARY

INTRODUCTION

With the compilation of the 2023/24 Medium-Term Revenue and Expenditure Framework (MTREF), during institutional strategic session, each department had to review its business planning processes taking into account their IDP objectives and individual departmental strategies. Business planning links back to priority needs and master planning, and essentially inform the detail operating budget appropriations and three-year capital programme. National Treasury's MFMA Circular No. 89, 91, 94, 98, 99, 108, 112, 115, 122 and 123 was mainly used to guide the compilation of the 2023/24 MTREF.

The 2022 Budget Review emphasised that, although global risk factors remain elevated, the world economy continues to provide a supportive platform for South Africa to expand trade and investment. The world economic growth is at its highest since 2014 and continues to gather pace with Gross Domestic Product (GDP) growth increasing across all major economies.

South Africa has experienced a period of protracted economic weakness which diminishes private investment. This may be attributed to domestic constraints, associated to political uncertainty, and declining business and consumer confidence. The local economy is beginning to recover after a short recession in early 2021 however the improvement is insufficient. Growth has remained stagnant at less than 2 per cent and unemployment remains high. Real Gross Domestic Product (GDP) growth of 2.1 per cent is projected for 2022. Over the next three years, GDP growth is expected to average 1.8 per cent. Statistics South Africa's December 2021 economic statistics showed an unexpected improvement in the economic outlook, largely as a result of growth in agriculture and mining.

The main risks to the economic outlook are continued policy uncertainty and deterioration in the finances of state-owned entities. These economic challenges will



continue to exert pressure on municipal revenue generation and collection levels hence a conservative approach is advised for revenue projections.

These circumstances make it essential for municipalities to reprioritise expenditure and to improve their efforts to limit non-priority spending and to implement stringent cost-containment measures.

The compilation of the MTREF therefore remains a huge challenge to balance the budget between the limited revenue resources available and the immense need to provide quality service delivery to our community. The municipality budget remain unfunded due to historical Eskom debt. Tariff increases are limited to be within the affordability levels of our community and will still promote economic growth to ensure financial sustainability.

The municipality is not in a healthy financial position, however, it needs to at least stabilise and further strive to continuously better its financial position, coupled with acceptable levels of service delivery at affordable tariffs. The retention of sufficient cash-backed reserves is critical for the long-term sustainability of the municipality, and to this end the municipality is unable to achieve this objective. The municipality will try to build its cash-backed reserves by ensuring that all non-cash items are budgeted for and are cash-backed in the future. This will be achieved by ensuring that the municipality stick to its plan and also embark on projects that are revenue generation in nature.

Long-term financial strategy to provide funding choices towards infrastructure implementation

- To enhance exist revenue collection strategies and develop new revenue strings and identify new revenue sources
- Attracting investors through expression of interest
- Borrowings from DBSA to finance capital projects
- Enter into PPP contacts - Partnership with private companies
- Request DONA funding for infrastructure funding – e.g GIZ to source funding



FINAL BUDGET 2023/2024

Consolidated Overview of the 2023/24 MTREF (R'000)

OPERATING REVENUE BUDGET

EC129 Raymond Mhlaba - Table A4 Budgeted Financial Performance (revenue and expenditure)								
Description	2021/22	Current Year 2022/23				2023/24 Medium Term Revenue & Expenditure Framework		
R thousand	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2023/24	Budget Year +1 2024/25	Budget Year +2 2025/26
Revenue								
Exchange Revenue								
Service charges - Electricity	73.623	63.883	69.501	69.501	52.681	99.066	113.077	128.937
Service charges - Waste Management	16.402	21.125	25.125	25.125	23.300	29.250	30.675	32.100
Sale of Goods and Rendering of Services	662	600	600	600	356	526	501	555
Agency services	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-
Interest earned from Receivables	11.646	8.300	15.000	15.000	15.105	14.095	12.100	10.550
Interest earned from Current and Non-current Assets	1.956	-	2.100	2.100	312	2.300	2.400	2.750
Dividends	-	-	-	-	-	-	-	-
Rent on Land	-	-	-	-	-	-	-	-
Rental from Fixed Assets	580	350	350	350	735	852	878	906
Licence and permits	4.745	5.700	6.700	6.700	6.242	7.200	7.500	7.800
Operational Revenue	10.453	2.380	18.580	18.580	7.879	10.781	10.809	10.846
Non-Exchange Revenue								
Property rates	97.168	116.761	106.761	106.761	104.971	113.533	120.698	126.733
Surcharges and Taxes	-	-	-	-	-	-	-	-
Fines, penalties and forfeits	141	180	180	180	23	200	220	350
Licences or permits	-	-	-	-	-	-	-	-
Transfer and subsidies - Operational	199.993	214.185	216.048	216.048	228.911	226.164	234.041	223.915
Interest	25.902	15.100	19.100	19.100	18.074	15.000	13.605	11.000
Gains on disposal of Assets	(644)	-	-	-	-	-	-	-
Other Gains	1.463	-	-	-	-	-	-	-
Total Revenue (excluding capital transfers)	444.091	448.565	480.045	480.045	458.588	518.967	546.504	556.442

Total operating revenue amounts to R 518 967 million excluding Capital transfers of R49 900 million. Total operating revenue has increased when compared to the 2022/23 Annual Budget.

The increase is mainly due on the anticipated revenues to be collected on property rates and service charges. However, there is a significant increase in the anticipated operating grants transfers. The weak economic growth has put pressure on consumers' ability to pay for services, while transfers from national government are growing more slowly than in the past.



FINAL BUDGET 2023/2024

OPERATING EXPENDITURE BUDGET

EC129 Raymond Mhlaba - Table A4 Budgeted Financial Performance (revenue and expenditure)								
Description	2021/22	Current Year 2022/23				2023/24 Medium Term Revenue & Expenditure Framework		
R thousand	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2023/24	Budget Year +1 2024/25	Budget Year +2 2025/26
Expenditure								
Employee related costs	202.488	183.449	192.016	192.016	185.949	210.366	221.481	236.429
Remuneration of councillors	18.312	18.359	19.276	19.276	17.245	20.240	21.252	22.315
Bulk purchases - electricity	81.615	80.000	83.000	83.000	62.958	98.521	111.033	127.355
Inventory consumed	961	70	156	156	318	-	-	-
Debt impairment	-	-	68.760	68.760	-	63.612	53.145	30.404
Depreciation and amortisation	32.377	24.705	30.705	30.705	-	30.337	31.610	31.629
Interest	21.374	5.420	23.420	23.420	7.019	19.350	15.430	12.390
Contracted services	52.192	23.010	29.063	29.063	21.084	30.347	20.990	20.910
Transfers and subsidies	9.372	2.500	2.500	2.500	3.459	2.500	3.000	3.000
Irrecoverable debts written off	78.758	15.001	-	-	1.307	-	-	-
Operational costs	38.308	30.785	34.560	34.560	37.628	39.074	40.246	36.392
Losses on disposal of Assets	-	-	-	-	-	-	-	-
Other Losses	4.021	-	-	-	-	-	-	-
Total Expenditure	539.776	383.297	483.456	483.456	336.965	514.346	518.187	520.824

Total operating expenditure budget amounts to R 514 346 million and translates into a surplus budget of R4 621 million before and after capital transfers. When compared to the 2022/23 Annual Budget, operational expenditure has increased in the 2023/24 financial year.

The municipality remains committed to a large capital programme with a significant portion funded by grants from National Government.

☐ The increase was influenced by following expenditure items: -

- ✓ Employee related costs
- ✓ Remuneration of councillors
- ✓ Transfers and Grants
- ✓ Finance charges
- ✓ Repairs and Maintenance
- ✓ Bulk Purchase



FINAL BUDGET 2023/2024

Total Capital Funding of the 2023/24 MTREF (R'000)

Description R thousand	Current Year 2022/23				2023/24 Medium Term Revenue & Expenditure Framework		
	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2023/24	Budget Year +1 2024/25	Budget Year +2 2025/26
Capital Expenditure - Functional							
Governance and administration	-	3.957	3.957	-	-	-	-
Executive and council	-	-	-	-	-	-	-
Finance and administration	-	3.957	3.957	-	-	-	-
Internal audit	-	-	-	-	-	-	-
Community and public safety	-	53	53	158	-	-	-
Community and social services	-	53	53	-	-	-	-
Sport and recreation	-	-	-	-	-	-	-
Public safety	-	-	-	158	-	-	-
Housing	-	-	-	-	-	-	-
Health	-	-	-	-	-	-	-
Economic and environmental services	52.339	45.198	45.198	28.261	38.261	39.979	41.707
Planning and development	-	-	-	-	-	-	-
Road transport	52.339	45.198	45.198	28.261	38.261	39.979	41.707
Environmental protection	-	-	-	-	-	-	-
Trading services	1.828	3.132	3.132	782	5.130	11.739	11.304
Energy sources	1.828	3.132	3.132	782	5.130	11.739	11.304
Water management	-	-	-	-	-	-	-
Waste water management	-	-	-	-	-	-	-
Waste management	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-
Total Capital Expenditure - Functional	54.167	52.340	52.340	29.201	43.391	51.718	53.012
Funded by:							
National Government	44.106	46.852	46.852	23.728	43.391	51.718	53.012
Provincial Government	10.061	0	0	5.314	-	-	-
District Municipality allocations) (Nat / Prov Departm Agencies,	-	-	-	-	-	-	-
Transfers recognised - capital	54.167	46.852	46.852	29.043	43.391	51.718	53.012
Borrowing	-	-	-	-	-	-	-
Internally generated funds	-	5.488	5.488	-	-	-	-
Total Capital Funding	54.167	52.340	52.340	29.043	43.391	51.718	53.012

Total capital budget amounts to R 43 391 million. When compared to the 2022/2023 Capital Budget, capital expenditure budget has decreased in the 2023/24 budget. For the two outer years, capital expenditure budget increase respectively. The municipality did not budget for any capital assets that will be finance through own revenue.

No borrowings for capital projects are planned for 2023/2024 financial year. The municipality is still well the limits of its borrowing capacity, but will raise very limited leases in the near future in order to curtail possible rising debt servicing costs



FINAL BUDGET 2023/2024

Cash backed reserves/Accumulated surplus reconciliation

EC129 Raymond Mhlaba - Table A8 Cash backed reserves/accumulated surplus reconciliation

Description	Ref	2019/20	2020/21	2021/22	Current Year 2022/23				2023/24 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2023/24	Budget Year +1 2024/25	Budget Year +2 2025/26
R thousand											
Cash and investments available											
Cash/cash equivalents at the year end	1	–	(26.499)	(47.731)	122.049	(184.188)	(184.188)	(244.553)	15.165	27.624	24.728
Other current investments > 90 days		–	47.009	60.723	(110.807)	166.336	166.336	270.810	(434)	(15.365)	(21.824)
Non current Investments	1	–	–	–	–	–	–	–	–	–	–
Cash and investments available:		–	20.510	12.991	11.242	(17.852)	(17.852)	26.257	14.731	12.259	2.903
Application of cash and investments											
Trade payables from Non-exchange transactions: Other		–	–	–	(13.500)	–	–	–	–	–	–
Unspent borrowing		–	–	–	–	–	–	–	–	–	–
Statutory requirements	2										
Other working capital requirements	3	–	389.331	451.528	250.740	439.293	439.293	447.662	341.383	266.150	242.538
Other provisions											
Long term investments committed	4	–	–	–	–	–	–	–	–	–	–
Reserves to be backed by cash/investments	5										
Total Application of cash and investments:		–	389.331	451.528	237.240	439.293	439.293	447.662	341.383	266.150	242.538
Surplus(shortfall)		–	(368.822)	(438.537)	(225.998)	(457.145)	(457.145)	(421.405)	(326.652)	(253.891)	(239.635)

The municipality's 2023/24 budget reflects an unfunded budget in the above table. The required capital amounts to R326 662 million in order to achieve a funded budget. However, the contributing factor is the Eskom Debt that the municipality is currently owing as shown in Table A6 (Trade creditors). Currently, the municipality owes Eskom an amount of R291 million as at end of April 2023. The municipality is in a process of applying to benefit from Municipal Debt Relief.

In 2023/2024 budget, the municipality will utilise the available cash as shown above to apportion to the arrear creditors. The municipality will also ensure that the apportionment is part of the repayment plans to our arrear creditors. The remaining balance from arrear creditors will then be payable from 2024/2025 and 2025/2026 revenue collection.



7. Key Budget assumptions

External factors

GDP is expected to grow by 0.9 per cent in real terms in 2023, compared with an estimate of 1.4 per cent at the time of the medium-term budget policy statement (MTBPS), recovering slowly to 1.8 per cent in 2025. The economic outlook faces a range of risks, including weaker-than-expected global growth, further disruptions to global supply chains and renewed inflationary pressures from the war in Ukraine, continued power cuts and a deterioration in port and rail infrastructure, widespread criminal activity, and any deterioration of the fiscal outlook.

Government is taking urgent measures to reduce load-shedding in the short term and transform the sector through market reforms to achieve long-term energy security. Several reforms are under way to improve the performance of the transport sector, specifically freight rail and to improve the capability of the state.

The following macro-economic forecasts are considered in preparing the 2023/24 MTREF municipal budgets:

Table 1: Macroeconomic performance and projections, 2021 - 2026

Fiscal year	2021/22	2022/23	2023/24	2024/25	2025/26
	Actual	Estimate	Forecast		
CPI Inflation	4.9%	6.9%	5.3%	4.9%	4.7%

Source: Budget Review 2023.

Note: the fiscal year referred to is the national fiscal year (April to March) which is more closely aligned to the municipal fiscal year (July to June) than the calendar year inflation.

Over the 2023 MTEF period, local government allocations will increase by a total of R14.3 billion, made up of R8.1 billion in the local government equitable share and R6.2 billion in direct conditional grants. This takes the total direct allocation to R521.7 billion over the same period. These allocations alleviate some of the financial pressures, particularly in basic services, where the costs of providing services are rising.



The main risks to the economic outlook are continued policy uncertainty and deterioration in the finances of state-owned entities. These factors, alongside continued high unemployment and slow growth will continue to exert pressure on municipal revenue generation and collection levels hence a conservative approach is advised for municipal revenue projections. In this context, municipalities will have to improve their efforts to limit non-priority spending and to implement stringent cost-containment measures.

General inflation outlook and its impact on the municipal activities

There are six key factors that have been taken into consideration in the compilation of the 2023/24 MTREF:

- National Government macro-economic targets;
- The general inflationary outlook and the impact on municipality's residents and businesses;
- Reduction of Infrastructure Grants which affects service delivery;
- The impact of municipal cost drivers;
- The increase in prices for bulk electricity; and
- The increase in employee costs.

Collection rate for revenue services

The base assumption is that tariff and rating increases will increase at a rate of targeted CPI over the long term. It is also assumed that current economic conditions, and relatively controlled inflationary conditions, will continue for the forecasted term.

The rate of revenue collection is currently expressed as a percentage of annual billings. The collections of the municipality on outstanding debtors are anticipated to increase during the coming financial period due to implementation of effective credit control and the revenue enhancement strategy and financial recovery plan. It should however be noted that the



FINAL BUDGET 2023/2024

revenue budgeted for are 75% based on billing and therefore we need to explore and implement effective controls to increase our revenue collection.

Growth or decline in tax base of the municipality

Debtors' revenue is assumed to increase at a rate that is influenced by the consumer debtors' collection rate, tariff/rate pricing, real growth rate of the municipality, household formation growth rate and the poor household change rate.

Tariff increases

It should be noted that the tariffs are attached as an annexure to the budget due to the complexity of the tariffs versus the budget schedule.

- Service charges – Electricity tariffs will increase by 15,1% for 2023/2024 financial year subject to NERSA approval. This is based on the average cost of rendering the service.
- Property rates tariffs – Rates tariffs will increase by 5,3%
- General (Other Tariffs) – other tariffs will increase by 5.3%
- Interest on investments – We aim to put more monies on our short term investment accounts resulting in an increase of interest received.
- Interest on outstanding debtors – Based on the more effective implementation of the credit control and debt management policy it is expected to decrease.



Salary increases and Council Remuneration

The Salary and Wage Collective Agreement for the period 01 July 2021 to 30 June 2024 dated 15 September 2021 through the agreement that was approved by the Bargaining Committee of the Central Council in terms of Clause 17.3 of the Constitution should be used when budgeting for employee related costs for the 2023/24 MTREF. In terms of the agreement, “all employees covered by this agreement shall receive with effect from 01 July 2023 and 01 July 2024 an increase based on the projected average CPI percentages for 2023 (5.4 per cent according to the Reserve Bank’s Monetary Committee Statement for January 2023) and 2024 (4.8 per cent according to the Reserve Bank’s Monetary Committee Statement for January 2023)”. Also, an notch increase of 2,5% for those employees who qualifies.

The budget for the council remuneration has been increased by 5% compared for 2022/2023 financial year, this might change subject to the increase of upper limits.

Impact of national, provincial and local policies

Integration of service delivery between national, provincial and local government is critical to ensure focussed service delivery and in this regard various measures were implemented to align IDPs, provincial and national strategies around priority spatial interventions. In this regard, the following national priorities form the basis of all integration initiatives:

- Creating jobs;
- Enhancing education and skill development;
- Improving Health services;
- Rural development and agriculture; and
- Poverty Alleviation
- Address electricity load-shedding crisis



FINAL BUDGET 2023/2024

To achieve these priorities integration mechanisms are in place to ensure integrated planning and execution of various development programs. The focus will be to strengthen the link between policy priorities and expenditure thereby ensuring the achievement of the national, provincial and local objectives.

Ability of the municipality to spend and deliver on the programmes

It is estimated that a spending rate of 100% will be achieved over the MTREF period.

Budgets are prepared in an environment of uncertainty. To prepare a meaningful budget, assumptions are made about internal and external factors that could influence the Annual Budget.

Other assumptions:

- Investments

Raymond Mhlaba municipality does not have long-term investments, only call accounts which are included in the cash and cash equivalents as per our annual financial statements.

- Borrowing

The municipality is not in a process of applying for any loans.

Service delivery

As part of the improvement of service delivery, more strategies will need to be developed and implemented to ensure that we meet the needs of the community and eliminates factors that have a negative effect on councillors' finances.



FINAL BUDGET 2023/2024

Implementation of GRAP and mSCOA

The municipality will fully implement mSCOA in 2023/2024 financial year. FMG (grant received from National Treasury) and own revenue is used to maintain compliance with GRAP and mSCOA.

Internal Charges

The current method of cost recovery between service departments must be reviewed in terms of Activity Based Costing Principles and Standards. Activity based costing principles if correctly applied, will ensure that all costs applicable to a specific service are recorded. This means that tariff setting will be improved. Our current financial system cannot perform this function and due to capacity problems within the finance department, this function will be done by the affected departments.

Functions outsourced and functions performed on agency basis

- No municipal services have been contracted out to section 21 or Proprietary Limited companies other than there one for external securities.
Agent for Department of Roads and Transport on certain e-Natis transactions.

Operating Budget

The 2023/2024 operating budget amounts to R 568 867 million (including operating and capital Grants).

Capital Budget

The 2023/2024 capital budget amounts to R49 900 million, funded from MIG (R 44 000 million) and INEP (R5,9 million).



FINAL BUDGET 2023/2024

Employee cost and other expenditure to total Operating expenditure

The total employee cost for 2023/2024 including remuneration of councillors amounts to 45% of the total operating budget (excluding capital transfers). The % of employee costs is above the norm of 35% to 40% and this pose a risk to the municipality. It should be noted that the casual wages, standby allowances and overtime are included as part of employee related cost. Furthermore, the increase in employee related costs does not cater for the salaries that are being funded from grants.



9. OVERVIEW OF THE ANNUAL BUDGET PROCESS

Budget Process Overview

Schedule of Key Deadlines relating to budget process [MFMA s 21(1)(b)]

The Act requires the formal budget process to start with the tabling by the Mayor in Council of a schedule showing the key budget deadlines. This was prepared and tabled during a Council meeting in August 2021.

Political oversight of the budget process

Section 53 of the MFMA requires that the Mayor provides general political guidance over the budget process and the priorities that must guide the preparation of the budget.

Process used to integrate the review of the IDP & preparation of the budget

Departments were required to give input and their needs to the budget. The budget process is integrated with the review of the IDP through the IDP review mechanism. The outcome of consultation feeding into the IDP review is taken into account in the budget process.

This budget had also better input from government departments in compared to previous years

Process for tabling the budget in Council for consultation

A statutory period of consultation follows the tabling of the budget in Council on 31 March 2023. Meetings with the local community will be advertised in the local press following the tabling of the draft budget.

The Mayor had considered the outcomes of these consultation meetings.

Process for approving the budget

The budget must be approved by Council by 31 May 2023.

Process and media used to provide information on the budget to the community

All budget documentation, the MTREF together with tariffs and policies, will be made available at Council libraries and offices for inspection.

Advertisements informing the public about the availability of these documents and the schedules for the IDP/Budget public hearings will be published in all local newspapers and put up at municipal offices and libraries.



10. OVERVIEW OF ALIGNMENT OF ANNUAL BUDGET WITH THE INTEGRATED DEVELOPMENT PLAN

The IDP has been prepared for the Medium Term Revenue and Expenditure period which includes instances up to 2023/2024. A Budget and IDP Process Plan was developed and approved by Council during August 2022 Council meeting. The whole development of the Budget and IDP was based on the Budget and IDP Process Plan.

All the wards will be visited and community needs and inputs will be taken into account. All relevant stakeholders were consulted through the Intergovernmental Relations and Steering Committee meetings. The Draft Integrated Development Plan of 2023/24 was developed in partial response to:

- The requirements of compliance with the Local Government Municipal Systems Act (MSA) 32 of 2000 which prescribes for the review of municipal integrated development plan (IDP), in which it prescribes for the municipality to:
 - Identify the gaps that warrant review in its IDP and revise accordingly
 - Review its performance and incorporate the outcomes of the review in its IDP review
 - Comments raised by MEC on the previous IDP
 - Queries raised by the auditor general in the municipality's annual statements which bear relevance for IDP and PMS linkages
- A gap analysis conducted on the current IDP document pointed to the following key areas for specific attention and improvement during the formulation of this IDP.

10.1 Updating of the planning data

Updated statistical information has been sourced from Global Insight 2011 and used to improve our demographic projections. Further, we have collected updated planning information from sector departments and that has necessitated few changes in the document. Also, we have taken into account quarterly statistics information.

10.2 Linkages between IDP, Budget and PMS

This IDP has been designed in such a way to ensure clear alignment between its IDP KPAs, development objectives and Targets. The document provides both the framework adopted for managing our performance management and the actual commitments in terms of the scorecards describing a set of indicators and targets for our performance management.



11. OVERVIEW OF BUDGET RELATED POLICIES AND AMENDMENTS

Listed below with a brief description are the municipality's budget related policies. The **detailed policies** are not included in this budget documentation. However, they are available at the office of the Municipal Manager.

This section is trying to give the user of this budget document a broad overview of the budget policy framework and highlights the amended policies by council resolution.

11.1 Budget Policy – No amendments were made on the policy document

Purpose/Basic areas covered by policy/main objective

The objectives of the budgeting policy are to set maximum expenditure limits for the budget or each component thereof, for the Municipality. A Municipality may only incur expenditure in accordance with its approved budget.

11.2 Tariff Policy – Amendments were made on the policy document

Purpose/Basic areas covered by policy/main objective

The purpose of this tariff policy is to prescribe the accounting and administrative policies and procedures relating to the determining and levying of tariffs by Raymond Mhlaba Municipality.

11.3 Credit Control and Debt Collection Policy – Amendments were made on the policy document

Purpose/Basic areas covered by policy/main objective

The Local Government: Municipal Finance Management Act, 2003, Act 56 of 2003 contains legal prescriptions for sound and sustainable management of the financial affairs of municipalities. Section 97 deals with revenue management, inter alia with effective revenue collection systems and the preparation of accounts for service charges.

A Credit Control and Debt Collection Policy is required in order to give effect to requirements of Act 56, generally and specifically with revenue collection.

11.4 Cash Management and Investment Policy – No amendments were made

Purpose/Basic areas covered by policy/main objective

In order to ensure sound and sustainable management of the cash resources of the municipality this policy addresses all principles and processes involved in cash and investment management.



11.5 Property rates policy – Amendments were made on the policy document
Setting of criteria for establishing rates tariffs.

11.6 Accounting Policy – Amendments were made

Purpose/Basic areas covered by policy/main objective

Accounting policy guides the preparation of the Annual Financial Statements and is reviewed each year during the preparation to ensure compliance with GRAP standards and any guiding principles issued by Accounting Standards Board and National Treasury.

11.8 Supply Chain Management Policy – Amendments were made on the policy

Purpose/Basic areas covered by policy/main objective

The objective of this policy is to ensure that the Municipality's procure goods and services at all times comply with the relevant laws and best practices.

11.9 Fixed Assets Management Policy – No amendments were made

Purpose/Basic areas covered by policy/main objective

The fixed assets management policy is designed to ensure management of Municipal assets in efficient and effective manner with regard to acquisition, utilisation, control, maintenance and disposal of assets. The policy guides directorates/departments and staff in their responsibility and duties for control of their assets.

11.10 Funding and Reserves Policy – No amendments were made

Purpose/Basic areas covered by policy/main objective

This policy aims to set standards and guidelines towards ensuring financial viability over both the short- and long term and includes funding as well as reserves requirements.

11.11 Policy on the Use and Application of Information Technology – No amendments were made

Purpose/Basic areas covered by policy/main objective

The purpose of this policy is to provide guidance to all current and future users of the information technology (IT) network, consisting of a variety of servers, personal computers, network printers and direct printers, to ensure that the system is properly managed, optimally used, applied to the best advantage of the municipality, and to prevent abuse of the system. This policy cannot lay down rules to cover every

possible situation. Instead, it is designed to express the municipality's philosophy and set out the general principles that employees should apply when using computers.



12. OVERVIEW OF BUDGET FUNDING AND FUNDING COMPLIANCE

12.1 Funding the Budget

Section 18(1) of the MFMA states that an annual budget may only be funded from:

- Realistically anticipated revenues to be collected;
- Cash backed accumulated funds from previous years' surpluses not committed for other purposes; and
- Borrowed funds, but only for the capital budget referred to in section 17.

Achievement of this requirement in totality effectively means that a Council has 'balanced' its budget by ensuring that budgeted outflows will be offset by a combination of planned inflows.

12.2 A credible budget

Amongst other things, a credible budget is a budget that:

- Funds only activities consistent with the revised IDP and vice versa ensuring the IDP is realistically achievable given the financial constraints of the municipality;
- Is achievable in terms of agreed service delivery and performance targets;
- Contains revenue and expenditure projections that are consistent with current and on past performance and supported by documented evidence of future assumptions;
- Does not jeopardise the financial viability of the municipality (ensures that the financial position is maintained within generally accepted prudential limits and that obligations can be met in the short, medium and long term); and
- Provides managers with appropriate levels of delegation sufficient to meet their financial management responsibilities.

A budget sets out certain service delivery levels and associated financial implications. Therefore, the community should realistically expect to receive these promised service delivery levels and understand the associated financial implications. Major under spending due to under collection of revenue or poor planning is a clear example of a budget that is not credible and unrealistic.



FINAL BUDGET 2023/2024

Furthermore, budgets tabled for consultation at least 90 days prior to the start of the budget year should already be credible and fairly close to the final approved budget.

12.3 Fiscal Overview of Raymond Mhlaba Municipality

Over the past financial years via sound and strong financial management, Raymond Mhlaba Municipality has moved internally to a position of relative financial stability. There is also a high level of compliance with the Municipal Finance Management Act and other legislation directly affecting financial management.

12.4 Long term financial planning

The municipality's financial position is not financial sound and this budget further ensures that. The municipality plans to continue exercising strict financial management and ensuring a cash flow which meets the requirements.

However, due to the size and tax base of the municipality, the municipality is starting to reach its ceiling in terms of its own funds and equitable grant to help fund its budget. Priorities need to be prioritised as demands will always outscore resources available. The approach on the current budget is to prioritise the core functions in order to deliver the services to the community.

12.5 Sources of funding

The main sources of funding can be found under SA table 1.

However, the main own funding sources of the municipality comes from property rates and service charges such as electricity and refuse. The municipality is very dependent on the Equitable Share allocation as a funding source of its operating budget. The municipality does not have any investments and all money is needed on a real "immediate" scenario. This is why money is rather put in short-term investments to obtain a better interest rate than to leave it in operating account.

12.6 Sale of assets

Municipality will also use annual stock and asset register to determine absolute and redundant assets and to make a recommendation to council on what to do with it.



FINAL BUDGET 2023/2024

13. GRANT EXPENDITURE AND ALLOCATIONS

The grants programme its expenditure on transfers can be found under SA table 19.
Details of each grant are shown in the schedule that follows:

Name of Grant	Operating/capital	Allocation authority/department	Purpose of grant
Library Services	Operating	Province/ Cultural Affairs and Sport	To enable public libraries to render an improved service by addressing staffing shortages and operating needs.
Councillor remuneration	Operating	National Treasury	To assist municipalities with the cost of cllr remuneration
Local Government Financial Management grant (FMG)	Operating	National Treasury	To promote and support reforms in financial management by building capacity in municipalities to implement MFMA
Integrated National Electrification Programme Grants	Operating	Department of Energy	The aim of this grant is to provide capital subsidies to municipalities to electrify poor households and fund bulk infrastructure to ensure the constant supply of electricity. Allocations are based on the backlog of unelectrified households and administered by the Department of Energy.



FINAL BUDGET 2023/2024

Municipal Infrastructure Grant (MIG)	Operating/ Capital	COGTA	To supplement capital finance for basic municipal infrastructure. The operating portion is utilised for project management unit.
Municipal Systems Improvement Grant	Operating	Department of Cooperative Governance and Traditional Affairs	a range of projects in municipalities in support of the Back to Basics strategy, including helping municipalities set up adequate record management systems, drawing up organograms for municipalities and reviewing their appropriateness relative to their assigned functions, and assisting municipalities with revenue collection plans.



FINAL BUDGET 2023/2024

Equitable Share	Operating	National Treasury	The equitable share of national revenue in accordance with the requirements of the Constitution.
EPWP	Incentive	National Public works	This grant promotes the use of labour-intensive methods in delivering municipal infrastructure and services. It is allocated through a formula based on past performance, which creates an incentive for municipalities to create more jobs.

14. ALLOCATIONS AND GRANTS MADE BY THE MUNICIPALITY

Any allocation made to an outside body must comply with the requirements of section 67 of the MFMA. This stipulates that before transferring funds to an outside organisation the Municipal Manager, as Accounting Officer, must be satisfied that the organisation or body has the capacity to comply with the agreement and has adequate financial management and other systems in place.

National Treasury further indicated in MFMA circular 51 that no more “discretionary” funds may be appropriated in the budget due to such funds not being transparent during the consultation process.

The municipality did not budget to make any grant transfers to any outside organisation/body or other organ of state other than the Raymond Mhlaba agency (RMEDA) and indigent relief as included per Treasury guidance under transfers and grants paid.



FINAL BUDGET 2023/2024

15. COUNCILLOR ALLOWANCES AND EMPLOYEE BENEFITS

Supporting tables SA 22 and SA 23 summarises the salary, allowances and benefits over the MTREF.

16. SERVICE DELIVERY AND BUDGET IMPLEMENTATION PLAN (SDBIP)

17. INVESTMENTS

The municipality does not have any money **that complies with the definition of investment**. Monies that are not needed are put in call accounts to attract interest.

18. CONTRACTS HAVING FUTURE BUDGETARY IMPLICATIONS

The municipality does not have any roll – over contracts with budget implications.

19. CAPITAL EXPENDITURE AND PREVIOUSLY DELAYED PROJECTS

Capital expenditure details are listed in supporting tables 34 to SA37. The municipality do not have any projects that were delayed in previous financial years.

20. ANNUAL BUDGETS AND SERVICE DELIVERY AGREEMENTS- MUNICIPAL ENTITIES AND OTHER EXTERNAL MECHANISMS

20.1 Entities

The municipality has NEDA as an entity.



FINAL BUDGET 2023/2024

20.2 Other External Service Delivery Mechanisms.

The municipality has no other service delivery agreements with external parties for the delivery of the Municipality's services except the one for external securities.



21. LEGISLATION COMPLIANCE STATUS

Municipal Finance Management Act - No 56 of 2003

The MFMA became effective on 1st July 2004. The Act modernises budget and financial management practices within the overall objective of maximising the capacity of municipalities to deliver services. The MFMA covers all aspects of municipal finance including budgeting, supply chain management and financial reporting. The various sections of the Act are phased in according to the designated financial management capacity of municipalities. Raymond Mhlaba municipality has been designated as a low capacity municipality. The MFMA is the foundation of the municipal financial management reforms which municipalities are implementing.

The MFMA and the budget

The following explains the budgeting process in terms of the requirements in the MFMA. It is based on National Treasury's guide to the MFMA.

The budget preparation process

The Mayor must lead the budget preparation process through a co-ordinated cycle of events that commences at least ten months prior to the start of each financial year.

Overview

The MFMA requires a Council to adopt three-year capital and operating budgets that take into account, and are linked to, the municipality's current and future development priorities and other finance-related policies (such as those relating to free basic service provision).

These budgets must clearly set out revenue by source and expenditure by vote over three years and must be accompanied by performance objectives for revenue and expenditure, a cash flow statement and any particulars on borrowings, investments, municipal entities, service delivery agreements, grant allocations and details of employment costs.

The budget may be funded only from reasonable estimates of revenue and cash-backed surplus funds from the previous year and borrowings (the latter for capital items only).

Budget preparation timetable

The first step in the budget preparation process is to develop a timetable of all key deadlines relating to the budget and to review the municipality's IDP and budget-related policies.

The budget preparation timetable is prepared by senior management and tabled by the Mayor for Council adoption by 31 August (ten months before the commencement of the next budget year).



FINAL BUDGET 2023/2024

Budget preparation and review of IDP and policy

The Mayor must co-ordinate the budget preparation process and the review of Council's IDP and budget-related policy, with the assistance of the municipal manager. The Mayor must ensure that the IDP review forms an integral part of the budget process and that any changes to strategic priorities as contained in the IDP document have realistic projections of revenue and expenditure. In developing the budget, the management must take into account national and provincial budgets, the national fiscal and macro-economic policy and other relevant agreements or Acts of Parliament. The Mayor must consult with the relevant district Council and all other local municipalities in that district as well as the relevant provincial treasury and the National Treasury when preparing the budget, and must provide the National Treasury and other government departments with certain information on request.

This process of development should ideally occur between August and November, so that draft consolidated three-year budget proposals, IDP amendments and policies can be made available during December and January. This allows time during January, February and March for preliminary consultation and discussion on the draft budget.

Tabling of the draft budget

The initial draft budget must be tabled by the Mayor before Council for review by 31 March.

Publication of the draft budget

Once tabled at Council, the Municipal Manager must make public the appropriate budget documentation and submit it to National Treasury and the relevant provincial treasury and any other government departments as required. At this time, the local community must be invited to submit representations on what is contained in the budget.

Opportunity to comment on draft budget

When the draft budget is tabled, Council must consider the views of the local community, the National Treasury and the relevant provincial treasury and other municipalities and government departments that may have made submissions on the budget.

Opportunity for revisions to draft budget

After considering all views and submissions, Council must provide an opportunity for the Mayor to respond to the submissions received and if necessary to revise the budget and table amendments for Council's consideration.

Following the tabling of the draft budget at the end of March, the months of April and May should be used to accommodate public and government comment and to make any revisions that may be necessary. This may take the form of public hearings, Council debates, formal or informal delegations to the National Treasury, provincial treasury and other municipalities, or any other consultative forums designed to address stakeholder priorities.



FINAL BUDGET 2023/2024

Adoption of the annual budget

The Council must then consider the approval of the budget by 31 May and must formally adopt the budget by 30 June. This provides a 30-day window for Council to revise the budget several times before its final approval.

If a Council fails to approve its budget at its first meeting, it must reconsider it, or an amended draft, again within seven days and it must continue to do so until it is finally approved – before 1 July.

Once approved, the Municipal Manager must place the budget on the municipality's website within five days.

BUDGET IMPLEMENTATION

Implementation management – the Service Delivery and Budget Implementation Plan (SDBIP)

The Municipal Manager must within fourteen days of the approval of the annual budget (by 14 July at the latest) submit to the Mayor for approval a draft SDBIP and draft annual performance agreements for all pertinent senior staff.

An SDBIP is a detailed plan for implementing the delivery of municipal services contemplated in the annual budget and should indicate monthly revenue and expenditure projections and quarterly service delivery targets and performance indicators.

The Mayor must approve the draft SDBIP within 28 days of the approval of the annual budget (by 28 July at the latest).

This plan must then be monitored by the Mayor and reported on to Council on a regular basis.

Managing the implementation process

The municipal manager is responsible for implementation of the budget and must take steps to ensure that all spending is in accordance with the budget and that revenue and expenditure are properly monitored.

Variation from budget estimates

Generally, Councils may incur expenditure only if it is in terms of the budget, within the limits of the amounts appropriated against each budget vote – and in the case of capital expenditure, only if Council has approved the project.

Expenditure incurred outside of these parameters may be considered to be unauthorised or, in some cases, irregular or fruitless and wasteful. Unauthorised expenditure must be reported and may result in criminal proceedings.

Revision of budget estimates – the adjustments budget

It may be necessary on occasion for a Council to consider a revision of its original budget, owing to material and significant changes in revenue collections, expenditure patterns, or forecasts thereof for the remainder of the financial year.

In such cases a municipality may adopt an adjustments budget, prepared by the municipal manager and submitted to the Mayor for consideration and tabling at Council for adoption.



FINAL BUDGET 2023/2024

The adjustments budget must contain certain prescribed information, it may not result in further increases in taxes and tariffs and it must contain appropriate justifications and supporting material when approved by Council.

Requirements of the MFMA relating to the contents of annual budgets and supporting documentation

Section 17 of the MFMA stipulates that an annual budget of a municipality must be a schedule in the prescribed format and sets out what must be included in that format. In its MFMA circular 48, National Treasury set out detailed guidance on the contents of budget documentation and the supporting schedules. Raymond Mhlaba Municipality has made every effort to comply with the circular.

The following table shows how Raymond Mhlaba Municipality complies with the disclosure requirements of section 17 of the MFMA.

Requirement	Disclosure in budget documentation
Schedule of reasonably anticipated revenue for the budget year from each revenue source	A4
Schedule showing appropriations of expenditure for the budget year under the different votes of the Municipality	A3
Schedule setting out indicative revenue per revenue source and projected expenditure by vote for the two financial years following the budget year	A3 and A4
Schedule setting out- (i) estimated revenue and expenditure by vote for the current year and (ii) Actual revenue and expenditure by vote for the financial year preceding the current year.	A3 and A4
Draft resolutions - (i) approving the budget of the Municipality (ii) imposing any municipal tax and setting any municipal tariffs as may be required for the budget year and (iii) Approving any other matters that may be prescribed.	Section 4
Measurable performance objectives for revenue from each source and for each vote in the budget,	Section 22 and SA 7



FINAL BUDGET 2023/2024

taking into account the Municipality's Integrated Development Plan.	
Projection of cash flow for the budget year by revenue source broken down per month	SA 25 – SA 26
Proposed amendments to the Municipality's integrated development plan following the annual review of the IDP in terms of section 34 of the Municipal Systems Act	Section 9
Particulars of the Municipality's investments	Section 17 and SA 16
Any prescribe information on municipal entities under the sole or shared control of the Municipality	SA31
Particulars of all proposed new municipal entities which the Municipality intends to establish or in which the Municipality intends to participate	SA31
Particulars of any proposed service delivery agreements, including material amendments to existing service delivery agreements	Section 20
Particulars of any proposed allocations or grants by the municipality to- (i) other municipalities (ii) any municipal entities and other external mechanisms assisting the municipality in the exercise of its functions or powers (iii) any other organs of state (iv) any organisations or bodies referred to in section 67 (1) (bodies outside Government)	Section 14
The proposed cost to the municipality for the budget year of the salary, allowances and benefits of- (i) each political office bearer of the Municipality (ii) Councillors of the municipality (iii) the municipal manager, the chief financial officer, each senior manager of the municipality and any other official of the municipality having a remuneration package greater than or equal to that of a senior manager	Section 15
The proposed cost for the budget year to a municipal entity under the sole or shared control of the Municipality of the salary, allowances and benefits of- (i) each member of the entity's board of directors and (ii) the chief executive officer and each senior manager of the entity	SA forms



FINAL BUDGET 2023/2024

The proposed cost for the budget year to a municipal entity under the sole or shared control of the Municipality of the salary, allowances and benefits of- (i) each member of the entity's board of directors and (ii) the chief executive officer and each senior manager of the entity	SA forms
Any other supporting documentation as may be prescribed	SA forms

Other Legislation

In addition to the MFMA, the following legislation also influences municipal budgeting;

The Division of Revenue Act 2010 and Provincial Budget Announcements

Three year national allocations to local government are published per municipality each year in the Division of Revenue Act. The Act places duties on municipalities in addition to the requirements of the MFMA, specifically with regard to reporting obligations.

Allocations to the Municipality from Provincial Government are announced and published in the Provincial budget.

Section 18 of the MFMA states that annual budgets may only be funded from reasonably anticipated revenues to be collected. The provision in the budget for allocations from National and Provincial Government should reflect the allocations announced in the DORA or in the relevant Provincial Gazette.

The Municipal Systems Act - No 32 of 2000 and Municipal Systems Amendment Act no 44 of 2003

One of the key objectives of the Municipal Systems Act is to ensure financially and economically viable communities. The requirements of the Act link closely to those of the MFMA. In particular, the following requirements need to be taken into consideration in the budgeting process;

- Chapters 4 and 5 relating to community participation and the requirements for the Integrated Development Planning process.
- Chapter 6 relates to performance management which links with the requirements for the budget to contain measurable performance objectives and quarterly performance targets in the Service Delivery and Budget Implementation Plan.
- Chapter 8 relates to the requirement to produce a tariff policy.

Electricity Tariffs

DOMESTIC TARIFFS		
Domestic 20A Conventional & Prepaid		
Tariff Blocks	Current	Proposed 2023/2024 @ 15,10
Block 1 (0 to 50) kwh	135,23	155,65
Block 1 (0 to 50) kwh	172,96	199,08
Block 1 (0 to 50) kwh	244,70	281,65
Block 1 (0 to 50) kwh	283,24	326,01
Domestic >20A Conventional & Prepaid		
Tariff Blocks	Current	Proposed 2023/2024 @ 15,10
Block 1 (0 to 50) kwh	135,23	155,65
Block 1 (0 to 50) kwh	172,96	199,08
Block 1 (0 to 50) kwh	244,79	281,75
Block 1 (0 to 50) kwh	283,24	326,01
Basic Chrg (R/Month)	162,70	187,27
COMMERCIAL TARIFFS		
Commercial Prepaid		
	Current	Proposed 2023/2024 @ 15,10
Energy Charge (R/Kwh)	246,65	283,89
Commercial Conventional		
	Current	Proposed 2023/2024 @ 15,10
Basic Energy	774,45	891,39
Energy Charge (c / Kwh)	774,45	891,39
INDUSTRIAL TARIFFS		
Industrial Bulk Supply		
	Current	Proposed 2023/2024 @ 15,10
Basic Charge (R/Month)	697,81	803,18
Energy Charge (c / Kwh)	198,83	228,85
Demand Charge (R / Kva)	260,61	299,96
Treet Lights		
	Current	Proposed 2023/2024 @ 15,10
Energy Charge (C / Kwh)	246,65	283,89

RAYMOND MHLABA MUNICIPALITY PROPERTY RATES TARIFFS -2023/2024

No.	Description	TARIFF- 2022/2023	2023 / 2024 Tariffs 5,3%	Rebate/Grant
1	Residential	0,008855	0,009325	1, First R15 000 plus R65 000 Exempt. 2, Sectional Title 10% exempt,/ Hogsback 60% Rebate
2	Industrial	0,018251	0,019218	
3	Business/commercial	0,018251	0,019218	
4	Agriculture properties :	0,088550	0,093243	60% Rebate - Out of Town Properties
	Agriculture properties : Bona Fide	0,088550	0,093243	Government Rebate 75%
5	Mining Properties	0,017250		
6	State- owned properties-Government	0,026577	0,027986	
7	Municipal properties	Zero Rated		
8	Public service infrastructure	0,002211	0,002328	
9	Public Benefit Organization	-	-	
10	Properties used for multiple purposes	-	-	
11	Vacant Land	0,012622	0,013291	Residential and/or business

1. DETERMINATION OF RATES

That the rates for the said financial year for the Raymond Mhlaba Municipality, be and is hereby assessed and levied for the following categories at:

2. EXEMPTIONS,REBATES AND REDUCTIONS

The following reductions on the market value of the property and rebates on the rates payable, be and are hereby granted in accordance with the Rates Policy.

2.1 RESIDENTIAL PROPERTY

- (i) In addition to the statutory reduction of R15 000, a further reduction of R65 000 be and is hereby approved for all Residential Properties.
- (ii) Hogsback 60 % rebate due to limited service in town
- (iii) In addition to council tariff approval for 2023/2024, 30% Discount will be given to all Residential / Business owners if they pay all arrears up to date and present annual rates before or by 31 December

2.2 PUBLIC BENEFIT ORGANISATION

That on application and approval, only Public Benefit Organizations (PBO) listed in clause 8.2 of the Municipality's Rates Policy shall receive an exemption from rates. PBO falling outside the scope of section 8.2 of the MPRA shall be rated at a business rate and a rebated at 5%.

2.3 AGRICULTURAL PROPERTY

2.3.1 AGRI BONA FIDE

The following reductions on the market value of the property and rebates on the rates payable, be and are hereby granted in accordance with clause 8.2.4 AND 11.1.5 of the Rates Policy and Sec 15.2. of the MPRA(75% MPRA rebate is already effected on the tariff schedule);

Furthermore a drought relief of 3% is hereby applied to Agriculture bona fide category as the RMLM area has been declared a drought stricken area.

2.3.2 RESIDENTIAL PROPERTIES -(AGRICULTURE)

Council will give 30% discount to all Res/Business Properties if all arrears are paid up to date plus present annual rates in are paid in full

2.4 MUNICIPAL PROPERTIES

All municipal owned properties are exempted from Property Rates, except trading Services.

2.5 PRIVATELY OWNED TOWNS SERVICED BY OWNER

A rebate of 35% be approved for privately owned towns services by the owner. **Only Katberg Golf Estate .**

2.6 PROPERTIES USED FOR MULTIPLE PURPOSES

That properties used for multiple purposes be administered in terms of section 9 of the MPRA and paragraph 6.4 of the Municipal Property Rates Policy.

(I) Multiple purposes Rates will be determination by predominant use .

2.7 PHASING-IN OF RATES

Phasing in of rates will be dealt with in terms of Sec 21 of the MPRA.

2.8 RESIDENTIAL SECTIONAL TITLE

That a rebate of 10% shall hereby apply to residential title schemes were applicable .

4. FLAT SERVICE CHARGE RATE FOR FORMAL PROPERTIES VALUED BELOW R80 000 AND INFORMAL SETTLEMENTS WHERE REFUSE AND/OR STREET LIGHTS HAVE BEEN PROVIDED

That a flat service charge rate of R25.00 for formal properties valued below R80 000 and those informal settlements where refuse and/or street lights have been approved.

FINAL TARIFFS 2023/2024

RAYMOND MHLABA MUNICIPALITY- OTHER TARIFFS

FINAL TARIFF SCHEDULE

CATEGORY	Final incl Vat	in 5,3	Final 2023/2024
REBATE 100% rebate: INDIGENTS			
VALUATION ROLL SOFT COPY pdf	1 369,67	1,053 R	1 442,26
RATES CLEARANCE CERTIFICATE FEE	355,10	1,053 R	373,92
VALUATION CERTIFICATE	230,85	1,053 R	243,08
GIS MAP per page	20,25	1,053 R	21,32
Gis & SG Enquiries per site	205,45	1,053 R	216,34
VALUATION ENQUIRIES	83,70	1,053 R	88,13
INSPECTION FEE per SITE	541,10	1,053 R	569,78
ELECTRICITY			
20A Single phase to 40 A Single phase	R 600,00	1,053 R	631,80
40A Single phase to 60 A Single phase	R 1 200,00	1,053 R	1 263,60
20A Single phase to 60 A Single phase	R 1 200,00	1,053 R	1 263,60
60A Single phase to 80 A Single phase	R 1 600,00	1,053 R	1 684,80
80A Single phase to 100 A Single phase	R 1 800,00	1,053 R	1 895,40
60A Single phase to 80 A Three phase	R 2 000,00	1,053 R	2 106,00
60A Single phase to 80 A Three phase	R 2 500,00	1,053 R	2 632,50
80A Single phase to 80 A Three phase	R 3 000,00	1,053 R	3 159,00
100A Single phase to 100 A Three phase	R 3 500,00	1,053 R	3 685,50
100A Three phase to 120 A Three phase	R 7 000,00	1,053 R	7 371,00
120A Three phase to 150 A /160 A Three phase	R 7 500,00	1,053 R	7 897,50
150A/160 A Three phase to 180 A Three phase	R 8 000,00	1,053 R	8 424,00
180A Three phase to 200 A Three phase	R 10 000,00	1,053 R	10 530,00
200A Three phase to 225 A Three phase	R 10 500,00	1,053 R	11 056,50
225 A Three phase to 250 A Three phase	R 11 000,00	1,053 R	11 583,00
250A Three phase to 300 A Three phase	R 18 000,00	1,053 R	18 954,00
300A Three phase to 350 A Three phase	R 20 000,00	1,053 R	21 060,00
350 A Three phase to 400 A Three phase	R 25 000,00	1,053 R	26 325,00
400A Three phase to 500 A Three phase	R 30 000,00	1,053 R	31 590,00
500A Three phase to 600 A Three phase	R 50 000,00	1,053 R	52 650,00
600A Three phase to 800 A Three phase	R 70 000,00	1,053 R	73 710,00
800A Three phase to 1000 A Three phase	R 80 000,00	1,053 R	84 240,00
1000A Three phase to 1200 A Three phase	R 100 000,00	1,053 R	105 300,00
1200A Three phase to 1500 A Three phase	R 120 000,00	1,053 R	126 360,00
1500A Three phase to 2000 A Three phase	R 150 000,00	1,053 R	157 950,00
	R -		R -

ELECTRICITY CARDS: (PURCHASE)	R	20,00	1,053	R	21,06
Connection Fee					
Connection Fees on Residential	R	600,00	1,053	R	631,80
Connection Fees on Businesses.	R	2 000,00	1,053	R	2 106,00
Connection Fees on Government Departments .	R	3 000,00	1,053	R	3 159,00
Connection Fees on Container Meter and Cable : Quote on Request					
RECONNECTION FEES DUE TO DEFAULT					
Reconnection Fees on Debtors Default Fee	R	691,02	1,053	R	727,65
Reconnection Fees on Businesses Default Fee	R	2 207,90	1,053	R	2 324,91
Reconnection Fees on Government Departments Default Fee	R	3 449,83	1,053	R	3 632,67
Call outs per Council Employees per hour					
08H00 - 17H00 per call out: week days	R	658,89	1,053	R	693,81
17H00 - 07H00	R	749,75	1,053	R	789,49
Weekends and Holidays: per call out	R	899,70	1,053	R	947,38
TAMPERING FINES					
First Offence	R	15 389,60	1,053	R	16 205,25
Second Offence suspend for 3 month Pay for re- connection	R	23 084,39	1,053	R	24 307,87
Third Offence suspend for 6 month Pay for re- connection	R	30 779,19	1,053	R	32 410,49
Fourth Offence suspend for 12 Month Apply for new Installation and smart meter				R	-
Cable works and meter installation Charges				R	-
				R	-
Cable Disconnection					Daily call per hour
Cable Re-connection					Daily call per hour
Cable assessment					Daily call per hour
Meter/Ready board relocation with the same cable					Daily call per hour
Meter/Ready board relocation with the new cable					Quote per cable length plus daily call per hour
Meter/Ready board relocation with the same cable					Daily call per hour
Meter/Ready board relocation with the new cable					Quote per cable length plus daily call per hour
Cable Disconnection					Quote per cable length plus daily call per hour
Cable Re-connection					Quote per cable length plus daily call per hour
Cable assessment					Quote per cable length plus daily call per hour
RESIDENTIAL REFUSE REMOVAL PER MONTH					
domestic refuse -	R	159,67	1,053	R	168,13
domestic refuse - ADELAIDE&BEDFORD AREAS (increaes 9,9%)	R	138,86	1,099	R	152,61

BLOCK OF FLATS				
Refuse Removal: per room	R	159,67	1,053	R 168,13
BUSINESS REFUSE REMOVAL PER MONTH				
Basic charge				
ONCE WEEKLY REMOVAL				
Shops Small Volume Class 1	R	402,55	1,053	R 423,88
Shops Medium Volume	R	1 026,03	1,053	R 1 080,41
Shops Large Volume	R	1 909,97	1,053	R 2 011,20
TWICE WEEKLY REMOVAL				
Shops Large Volume twice a week: change shall be per month	R	3 099,28	1,053	R 3 263,54
Refuse: Government Departments				
Schools Small Volume Lower primary/old age homes	R	492,76	1,053	R 518,88
Schools Medium Volume Higher primary with Hostels	R	1 230,71	1,053	R 1 295,94
Schools Large Volume i.e. High School	R	1 154,22	1,053	R 1 215,40
District Offices : per office				
Garden Refuse	R	653,33	1,053	R 687,96
Removal without Notice	R	966,00	1,053	R 1 017,20
Dumping sites usage: weekly usage: change shall be per month	R	1 475,83	1,053	R 1 554,05
Removal of building rubble	R	687,75	1,053	R 724,20
SERVICE DEPOSITS				
Consumer Deposit: Residential	R	1 247,89	1,053	R 1 314,02
Consumer Deposit: Businesses	R	3 986,66	1,053	R 4 197,95
Consumer Deposit: township	R	1 243,36	1,053	R 1 309,26
Indigent Households				R -
CEMETERY SERVICES				
Grave Plot - indigent/Township	R	187,46	1,053	R 197,40
Grave Plot - other customers	R	739,00	1,053	R 778,17
Grave Digging-6ft	R	1 855,94	1,053	R 1 954,31
Grave Digging-9ft	R	2 454,47	1,053	R 2 584,56
				R -
HALL SERVICES (Monday - Sunday)				R -
				R -
Town halls	R	1 346,35	1,053	R 1 417,70
Hour tariff for short meetings 1 hour No Deposit	R	230,00	1,053	R 242,19

Hour tariff for short meetings 2 hour No Deposit	R	460,00	1,053	R	484,38	Non Refundable
Hour tariff for short meetings 3 hour No Deposit	R	690,00	1,053	R	726,57	
Hour tariff for short meetings 4 hour No Deposit	R	920,00	1,053	R	968,76	
Townships/community halls	R	856,76	1,053	R	902,16	
Hour tariff for short meetings 1 hour No Deposit	R	115,00	1,053	R	121,10	
Hour tariff for short meetings 2 hour No Deposit	R	230,00	1,053	R	242,19	
Hour tariff for short meetings 3 hour No Deposit	R	345,00	1,053	R	363,29	
Hour tariff for short meetings 4 hour No Deposit	R	460,00	1,053	R	484,38	
TOWN HALL WITH KITCHEN & SUPPERROOM : RENTAL	R	2 203,09	1,053	R	2 319,86	
LIBRARY HALL	R	611,97	1,053	R	644,40	
SUPPER ROOM ALONE	R	611,97	1,053	R	644,40	
SPORT COMPLEXES / PARKS	R	350,63	1,053	R	369,21	
				R	-	
UTENSILS PER DAY if available				R	-	
				R	-	
Crockery	R	491,54	1,053	R	517,59	
Wooden/Steel Tables - Deposit per table	R	76,95	1,053	R	81,02	
Chair - deposit per chair	R	30,78	1,053	R	32,41	
STATIONERY SERVICES						
Photostat Copies: A4	R	2,31	1,053	R	2,43	
Photostat Copies: A5	R	2,31	1,053	R	2,43	
AO	R	162,00	1,053	R	170,59	
RD CHEQUES - Admin fee bank cost plus 15 %						
ADM Tar Costs						
				R	-	
ADM will be billed by digging of the municipal roads based on costs incurred by the institution				R	-	
Water leak in road 7 day repair : private contract + Admin fee 30%				R	-	
RENTAL MUNICIPAL VEHICLES AA Tariff plus 30 %				R	-	
Tractor Tariff - DRY						
Ripping	R	1 647,92	1,053	R	1 735,26	

Ploughing	R	1 538,06	1,053	R	1 619,58
Discing	R	1 098,62	1,053	R	1 156,84
Planting	R	549,30	1,053	R	578,42
Top dressing/ fertilizer application	R	549,30	1,053	R	578,42
Surfacing and granule base price on request				R	-
Asphalt surfacing(40mm layer thickness 50/70 pen bitumen) price on request				R	-
Continuously medium grade asphalt per metre price on request				R	-
Tar stable-tack coat 30% emulsion per litre price on request				R	-
Crushed base G4 type (Backfill) price on request				R	-
TLB/HR price on request	R	577,11	1,053	R	607,69
Type of Business licence(Admin fee)					
Furniture and Clothing accessories	R	383,27	1,053	R	403,59
General Dealer	R	383,64	1,053	R	403,97
Other business	R	383,64	1,053	R	403,97
Type of Business licence(Annual/licence fee)					
Furniture and Clothing accessories	R	877,20	1,053	R	923,69
General Dealer	R	877,20	1,053	R	923,69
Other business/hawkers	R	877,20	1,053	R	923,69
Traffic Tariffs					
				R	-
Loading zone price on request				R	-
Special parking Zone price on request				R	-
Disable parking Zone price on request				R	-
Storage per day in Municipal Yard				R	-
GRAZING TARIFFS					
COW per animal	R	20,25	1,053	R	21,32
CALF per animal	R	13,50	1,053	R	14,22
SHEEP/GOAT per animal	R	13,50	1,053	R	14,22
Pound Fee per day					
COW per animal	R	171,21	1,053	R	180,29
CALF per animal	R	171,21	1,053	R	180,29
SHEEP/GOAT per animal	R	109,57	1,053	R	115,38
Pig / other	R	82,18	1,053	R	86,54
Hearting to Pond fee per km					
COW per animal	R	20,25	1,053	R	21,32
CALF per animal	R	13,50	1,053	R	14,22
SHEEP/GOAT per animal	R	13,50	1,053	R	14,22

FIRE AND RESCUE TARIFFS PER HOUR			
Call outs Team B per hour			
08H00 - 17H00 per call out: week days		R	-
17H00 - 07H00		R	-
Weekends / Holidays: call out per TEAM A OR B OR BOTH		R	-
Call outs Team A per hour		R	-
08H00 - 17H00 per call out: week days		R	-
17H00 - 07H00		R	-
Weekends / Holidays: call out per TEAM A OR B OR BOTH		R	-
Fire Safety		R	-
Renewal of license to store petroleum (per annum)		R	-
Approval of LPG Installation (once off)		R	-
Approval of petroleum Storage Plans (once off)		R	-
Approval Bulk storage hazardous installation (once off)		R	-
Approval of building plans/ fire protection/requirements (once off)		R	-
Inspections (per annum)		R	-
Surveys Audits (per annum)		R	-
Certification of premises (per annum)		R	-
Investigation - on request		R	-
Lectures / evacuation drill (on request)		R	-
Issuing of certificate of competency (per annum)		R	-
Dangerous goods vehicle certification (per annum)		R	-
Public education - no fee (on request)		R	-
Approval of major hazardous installation report (once off)		R	-
Inspection of a building and issuing of Fire Compliance Certificate from 0-250 sq./m building		R	-
Inspection of a building and issuing of Fire Compliance Certificate from 251-700 sq./m building		R	-
Inspection of a building and issuing of Fire Compliance Certificate from 701-1000 sq./m building		R	-
Inspection of a building and issuing of Fire Compliance Certificate above 1001 sq/m building		R	-
Inspection of mobile kitchens, trailers and vehicles and issuing compliance certificate		R	-
Inspection of flammable gasses		R	-
Inspection of Spray Booth		R	-
Inspection of flammable liquid tanks		R	-
Inspection of flammable substances and chemical stores		R	-
Inspection and issuing of population certificate to places of entertainment from 0-250 sq/m building		R	-
Inspection and issuing of population certificate to places of entertainment from 251-700 sq/m building		R	-
Inspection and issuing of population certificate to places of entertainment from 701-1000 sq./m building		R	-
Inspection and issuing of population certificate to places of entertainment above 1000 sq/m building		R	-
Consumable Materials (in addition to above)		R	-
Cost plus			30%

LAND USE			
REZONING, CONSOLIDATION & SUBDIVISIONS			
Application fee	R	890,73	1,053 R 937,94
Advertising costs for applicant	R	966,20	1,053 R 1 017,41
Supply of Zoning Certificate per erf	R	402,69	1,053 R 424,04
Application for consent use	R	3 487,72	1,053 R 3 672,57
Application for rezoning	R	4 121,82	1,053 R 4 340,28
Application for rezoning requiring amendments of structure plan	R	7 662,37	1,053 R 8 068,47
Section 15(1)(a)(ii) departures from the land use restrictions- Building line etc			
Erven smaller than 250 m²	R	396,32	1,053 R 417,33
Erven smaller than 500 m²	R	1 109,71	1,053 R 1 168,53
Erven larger than 500m²	R	2 298,72	1,053 R 2 420,55
Encroachment per square meter per annum	R	264,22	1,053 R 278,22
Subdivision			
Into two portions/erven	R	1 902,38	1,053 R 2 003,21
Plus per additional portion/erf	R	184,95	1,053 R 194,75
Removal of Restrictions	R	2 734,67	1,053 R 2 879,61
Amendment of condition of approval s43(2) of Ord. 15 of 1985	R	1 968,42	1,053 R 2 072,75
SIGNAGE CONTROL			
Estate agents- Show house boards (per board per annum)	R	4 092,88	1,053 R 4 309,81
Estate agents- Show house boards: removal fees(Where estate agents boards not removed within the time allowed)	R	397,16	1,053 R 418,21
Application fee for advertising signs smaller than 2 m²	R	794,34	1,053 R 836,44
Advertising Posters per week	R	273,94	1,053 R 288,45
Banner 1m x2m per week	R	684,83	1,053 R 721,13
Trailer signs (per board)	R	794,34	1,053 R 836,44
Removal charges for loose portable signs			
1) First offence (per sign)	R	297,89	1,053 R 313,68
2) Second offence (per sign)	R	496,47	1,053 R 522,79
3) Third offence (per sign)	R	794,34	1,053 R 836,44
BUILDING PLAN FEES			
Low Cost Housing	R	245,15	1,053 R 258,14

CLASS OF BUILDING				
Dwelling m2	R	2 794,10	1,053	R 2 942,18
Outbuilding m2	R	2 794,10	1,053	R 2 942,18
Flat, Townhouse and Hotels m2	R	3 543,06	1,053	R 3 730,84
Shops m2	R	3 543,06	1,053	R 3 730,84
Offices m2	R	3 543,06	1,053	R 3 730,84
Carports* per submission	R	761,08	1,053	R 801,42
Pools * per submission	R	761,08	1,053	R 801,42
Patios/Pergolas and Sun Decks* er submission	R	761,08	1,053	R 801,42
Factories and Warehouses m2	R	3 088,98	1,053	R 3 252,69
Alterations per submission	R	761,08	1,053	R 801,42

That the plan approval fees be calculated on a flat 0 .9 % of the project value (excluding 15% VAT).

Notes to Tariffs

1. Tariffs have been projected to increase at CPI, currently at **5,3%**, should the CPI change before final approval of tariffs such change will be effected

2 Interest

Interest, at the set rate as provided for in terms of Sect 64(2)(g) of the Municipal FinanceManagement Act (Act 56 of 2003), will be charged on all electricity accounts not paid on the due date and that part of a month be considered to be a full month on the applicationof the interest charged.

3. Electricity tariff as per NERSA Approval **15,10%**