



**MAKANA**  
MUNICIPALITY | EASTERN CAPE  
MASIPALA WASEMPUMAKOLONI  
MUNISIPALITEIT | OOS-KAAP  
*...a great place to be*

**IDP/ BUDGET ROAD SHOW**  
**2016- 2017 FINANCIAL YEAR**



## IDP & BUDGET ROADSHOWS

### AGENDA

NO	ITEMS	RESPONSIBLE
1.	Opening and Welcome	Speaker: Cllr Y. Vara
2.	Introduction of Councilors & Officials	
3.	Public Address	Executive Mayor
4.	Question and Answer	
5.	Closing Remarks	Executive Mayor

### IDP/ BUDGET ROADSHOW SCHEDULE

WARD	AREAS	VENUE	COUNCILORS	DATE	TIME
1	Fort Brown, Committees Drift, Kwa Ndwe	Fort Brown Community Hall	Cllrs: Phongolo	10/5/2016	17h30
6	Extension 4, Extension 5, Extension 6, Lingelihle, PA area	Indoor Sport Centre	Cllrs: Masoma	11/5/2016	17h30
4	Scott's farm, Albany Road area, Kingwood College area, Somerset Heights, Old Radio GHT area, Hill 60, Graeme College Area, Cradock Heights & West Hill	Recreation Hall	Cllrs: May	12/5/2016	17h30
7 & 9	Hlalani location, Eluxolweni, Upper Vukani	Foleys Ground	Cllrs: Khubalo & Solomon	17/5/2016	17h30
8 9 & 13	Ndancama, Newtown, A – D street, Eluxolweni, Vukani Location	Luvuyo Hall	Cllrs: Jackson, Madinda & Solomon	18/5/2016	17h30
3 & 4	Scott's farm, Albany Road area, Kingwood College area, Somerset Heights, Old Radio GHT area, Hill 60, Graeme College Area, Cradock Heights & West Hill, Ghosttown, Sun City, Phaphamani and Zolani locations	Recreation Hall	Cllrs: May	19/5/2016	17h30

### Makana Vision and Mission Statement

***“Makana Municipality strives to ensure sustainable, affordable, equitable and quality services in a just, friendly, secure and healthy environment, which promotes social and economic growth for all”.***

## **1. INTRODUCTION:**

### **1.1 Overview of the municipality**

The Makana Municipality is located in the Eastern Cape Province on the south –eastern sea-board of South Africa and in the western part of the Eastern Cape Province falling under the SBDM. With the cities of Port Elizabeth 120km to the west and East London 180 km to the east Makana Municipality is strategically situated between two of the province’s largest industrial centres.

Both coastal cities are served by well-equipped container ports and have major airports linking them to Cape Town, Durban and Johannesburg. It is the home of the National Arts Festival and the seat of the Rhodes University and other prominent and internationally acclaimed primary and high schools found in Grahamstown.

Makana Municipality consists of 14 wards of which 3 are found in the rural areas of the Municipality.

Towns and Villages of Makana Municipality:

#### ***Grahamstown:***

At the heart of Makana Municipality is the city of Grahamstown, situated 55 km from the coast and 535 m above sea level. Grahamstown is famous as one of the leading cultural, educational and tourist centres and host of the National Arts Festival in South Africa.

#### ***Alicedale:***

Owing its existence to the development of the railways, the station at Alicedale is a vital link between the Makana region and the main railway line between Port Elizabeth and Johannesburg.

#### ***Salem:***

The Methodist Church founded Salem in the mid-1820s. It is famous for its many fine buildings and also for the historic negotiations between Richard Gush and the approaching Xhosa during the War of Hints, when the Xhosa agree to leave village in peace.

**Riebeeck East:**

The Dutch Reformed Church established the village of Riebeeck East in 1830 on the farm Mooimeisiesfontein, the home of the famous Voortrekker leader Piet Retief, Riebeeck East is now in the midst of a game and sheep farming area and offers many attractions and hiking trails through the surrounding diverse and beautiful hills.

**Seven Fountains:**

This farming' community derived its name from seven springs located on different farms in the area.

**Fort Brown:**

Established as a military post in 1817, the gun tower and adjoining walls of the fort, overlooking the Great Fish River and central to a number of major game reserves, is a national monument.

**2. REVIEW INTEGRATED DEVELOPMENT PLAN**

The Integrated Development Plan is a key strategic planning tool for the Municipality. It covers a five-year period; in other words it is a medium – term planning tool. Its key purpose is to ensure forward planning and the plan is revised annually, the alignment of sector plans, and integration within the Municipal and with other spheres of government in terms of projects and programmes.

NUMBER	DEVELOPMENT PRIORITIES
Development Priority One	Basis Service Delivery and Infrastructure Development
Development Priority Two	Community Development and Social Cohesion
Development Priority Three	Local Economic Development
Development Priority Four	Institutional Development and Financial Development
Development Priority Five	Good Governance and Public Participation

NUMBER	DEVELOPMENT PRIORITIES
Development Priority Six	Support to vulnerable groups.
Development Priority Seven	Human Settlement

### 3. REALIGNMENT ON DEVELOPMENT PRIORITY:

4. Development Priority One: Had 5 Focus areas Sanitation, water ,Roads and Storm water, housing and development planning
5. Development Priority No 7 was development Human Settlement
6. Development Planning focus areas under Priority No One was moved to Priority No 3
7. Priority No 6 Focus areas were Rural Development and Support to Vulnerable Groups – Rural Development has been moved to Priority No3 LED and Planning.

### 4. BUDGET PREPARATION PROCESS 2016/2017 TO 2017/18 BUDGET PERIOD

There are legislated processes within which the budget preparation must be undertaken in order to ensure that it is within the ambits of the law, some of which can be confirmed as follows;

- The Budget of the municipality is split into (i) Operating Budget and (ii) Capital Budget
- The operating Budget is utilised to fund / finance all the operational requirements of the municipality (such as Repairs and Maintenance, Salaries and Allowances, Stationary, etc) while
- The Capital Budget is utilised to finance expenditure that will be creating and assets for the municipality, such as building of Roads/ Water Reservoirs .etc.

The **FUNDING SOURCES** for the municipal budget (i.e. Operating/ Capital) including inter-alia the following

- Internal Revenue such as Rates and Services (Electricity/ Water / Sanitation / Refused. Etc.)
- Grants from National or Provincial Governments ( e.g Equitable Share Grant)

- Based on the financial needs / requirements of the municipality, tariff increases for 2016/17;

TARIFFS INCREASE	PERCENTAGES
Electricity	7.64%
Refuse	8.5%
Sewer	8.5%
Water	8.5%
Rates	9%

## 5. BUDGET DISTRIBUTION 2015- 2016

SOURCE	PRIORITY
Rates and Tariffs (payment of services )AFF	Municipal Operations
Equitable Share	Maintenance and operations, Indigent and other operation
Internal and External funding	Capital projects

## 6. PROPOSED ALLOCATIONS

ITEM	BUDGETS
Operating Budget	R475,701,548.00
Capital Budget	R310 443 200
Maintenance Budget	R25 887 482

## 7. SERVICE DELIVERY INTERVENTIONS

NO	PRIORITY	Priority area	KEY FOCUS AREA 2016/17	BUDGET 2016/17
01	Basic Service Delivery and	WATER INFRA-STRUCTURE	Upgrading & Refurbishing of Bulk infrastructure	R 47.1 Mil

<b>NO</b>	<b>PRIORITY</b>	<b>Priority area</b>	<b>KEY FOCUS AREA 2016/17</b>	<b>BUDGET 2016/17</b>
	Infrastruc- ture develop- ment	WATER RETIC- ULATION IN- FRASTRUC- TURE	Water Conservation and Demand Manage- ment GHT, Alicedale and Riebeeck East	R5 Mil
		INTEGRATED INFRASTRUC- TURE PLAN- NING	Development Water and Sanitation Master Plan	R 250 000
		WATER QUALITY	Improve Green & Blue Drop Status	R R250 000
		SANITATION BULK INFRA- STRUCTURE	Upgrading Bulk Sanita- tion Infrastructure	R28 800.000(Mil)
		SANITATION RETICULATION	Sewer Reticulation	R37 550 000(Mil)
			Provision of alternative sanitation solutions FORTBROWN, SALEM, CONNINGHAM and SEVEN FOUNTAIN	R 5 500000(Mil)
		ELECTRICITY INFRASTRUC- TURE	Electricity Refurbish- ment	R10 700 000(Mil)
		ROADS AND STORM WATER	Upgrading of Roads	R 1 252187 (Mil)
02	Community and Social Co- hesion	Social and Com- munity Services	Clean City	No funding Opera- tional
			Illegal dumping	Operational
			Rehabilitation of landfill sites	R1.6 (Mil)
			Provision of recrea- tional facilities	R16 793 937(Mil)
			Provision of new ceme- teries	Operational

<b>NO</b>	<b>PRIORITY</b>	<b>Priority area</b>	<b>KEY FOCUS AREA 2016/17</b>	<b>BUDGET 2016/17</b>
			Safe and healthy environment	Operational
			Improve library Services	Operational
03	Local Economic Development and Planning	Job creation	Aligned infrastructure project to job creation	N/A
		Policy review	Review LED Strategy and Heritage Strategy	R 400 000
		SMME Development	SMME development and Investment promotion	R 950 000
		Agriculture	Support agrarian programs	R 1.750 000(Mil)
04	Institutional Transformation and Financial Management	Human Resources	Review of Organisational Structure	Operational
			Human Resources Development and Transformation	Operational
			Improve Organisational Culture	Operational
		Media and Communication	Improve Internal and External Communication	Operational
		Administration and Governance	Improve governance systems	Operational
		Financial Management	Improve Audit opinion	Operational
			Revenue enhancement	Operational
			Improve Supply chain Management	Operational
			Improve financial management systems	Operational
05			Improve oversight	Operational



NO	PRIORITY	Priority area	KEY FOCUS AREA 2016/17	BUDGET 2016/17
	Good Governance and Public Participation	Promote Governance	Enhance risk management	Operational
			Enhance Internal Audit	Operational
			Monitoring and Evaluation	Operational
			Enhance Public Participation	Operational
06	Support Vulnerable Groups	Support vulnerable groups	Support Youth, People Disability, HIV and Aids, Women and Children and Older persons.	Operational
07	Human Settlement	Housing development	Facilitate land for housing development	Operational
			Improve Housing beneficiary administration	Operational

## 8. HUMAN SETTLEMENT ALLOCATION

<b>UNITS</b>	<b>900</b>
<b>SERVICES</b>	<b>1,127</b>
<b>RECTIFICATION</b>	<b>89</b>
<b>BUDGET</b>	<b>R184,384,379</b>

<b>16/17 YEAR PLANS (SERVICES AND TOP STRUCTURE)</b>	
<b>MAKANA - FORT BROWN 188</b>	The Planning stage is currently underway (Designing of the Layout Plan).
<b>MAKANA - TRANSIT CAMP 440</b>	The Contractor has been appointed.
<b>MAKANA - INFILL PROJECT</b>	The Municipality to determine the number of serviced sites so that the Project size can be determined.
<b>MAKANA - ALICEDALE 321</b>	The Planning stage is currently underway (Site pegging to start).
<b>MAKANA - ALICEDALE 27</b>	The Contractor has been appointed and is busy

	with site establishment
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