



# **MHLONTLO LOCAL MUNICIPALITY**

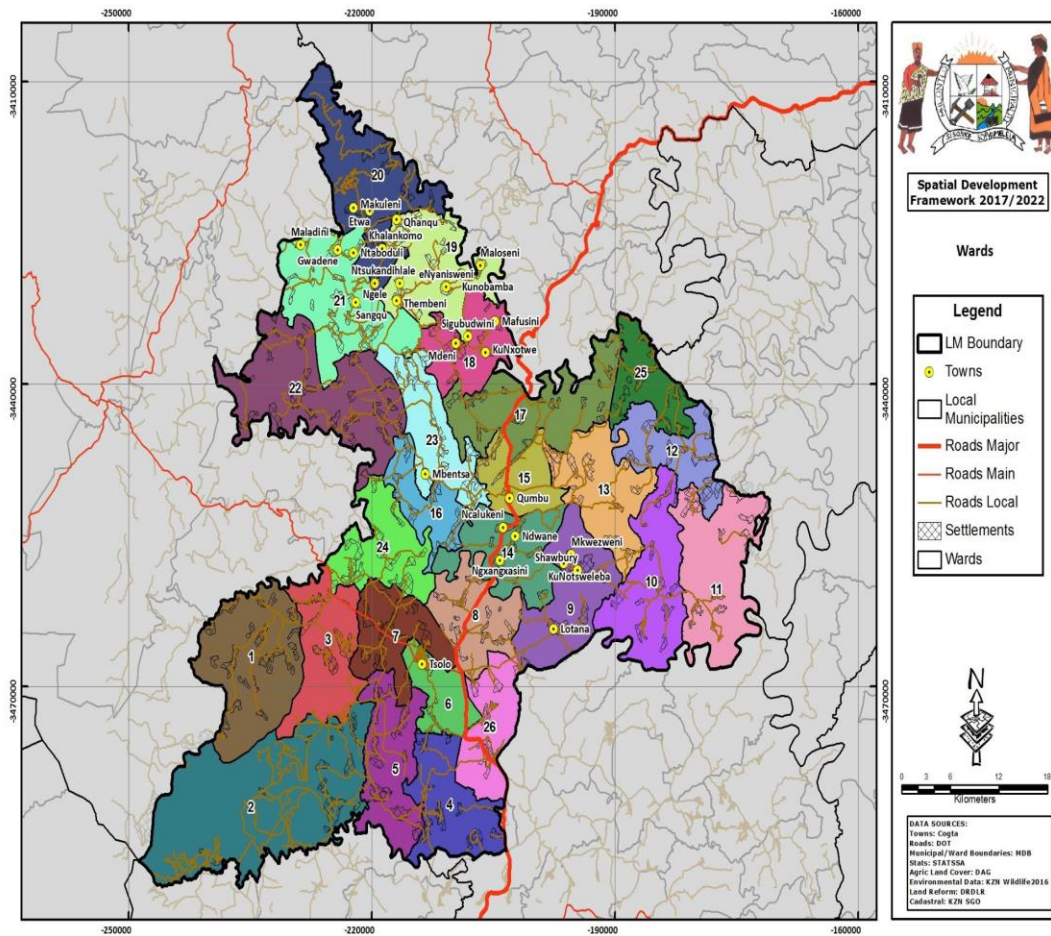
Municipal Budget and Benchmarking Engagement

15 May 2020

# Vision and Mission

- **Vision**
- A responsive, stable and accountable municipality that improves people's lives.
  
- **Mission**
- Aims to deliver sustainable quality services, in an effective and efficient manner, through meaningful participation by all stakeholders.

# LOCALITY



- It is one of the five local municipalities that constitute OR Tambo District Municipality which falls under the Province of the Eastern Cape. The municipal area covers 2,826km<sup>2</sup> and has a population density of 68,2901 people per km<sup>2</sup>.
- the Mhlontlo Local Municipality's population consisted of 99.26% African (194 000), 0.29% White (567), 0.24% Coloured (473) and 0.21% Asian (404) people.

# TOTAL POPULATION

- the Mhlontlo Local Municipality accounts for a total population of 195,300, or 13.0% of the total population in the O.R. Tambo District Municipality
- The ranking in terms of the size of Mhlontlo compared to the other regions remained the same between 2008 and 2018
- Mhlontlo Local Municipality's male/female split in population was 87.8 males per 100 females in 2018. The Mhlontlo Local Municipality has significantly more females (53.23%) than males, when compared to a typical stable population.
- In total there were 104 000 (53.23%) females and 91 300 (46.77%) males.

# NUMBER OF HOUSEHOLDS

- In 2018, the Mhlontlo Local Municipality comprised of 48 900 households
- This equates to an average annual growth rate of 0.83% in the number of households from 2008 to 2018

# EMPLOYMENT

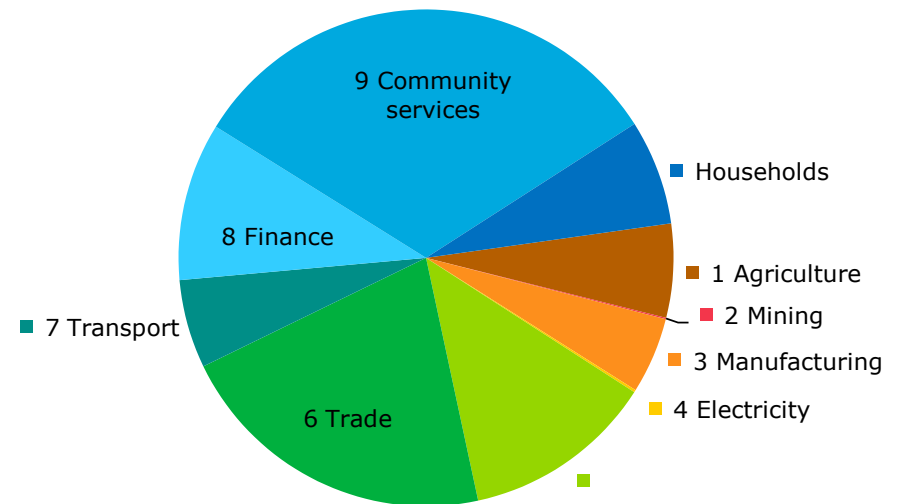
## TOTAL EMPLOYMENT

	Mhlontlo	O.R. Tambo	Eastern Cape	National Total
2008	32,800	213,000	1,380,000	14,100,000
2009	31,400	205,000	1,350,000	14,000,000
2010	29,500	192,000	1,300,000	13,700,000
2011	29,000	189,000	1,300,000	13,900,000
2012	28,200	185,000	1,290,000	14,200,000
2013	29,000	192,000	1,320,000	14,600,000
2014	30,900	206,000	1,390,000	15,200,000
2015	32,400	217,000	1,440,000	15,700,000
2016	33,300	224,000	1,470,000	15,900,000
2017	33,400	226,000	1,480,000	16,100,000
2018	32,700	222,000	1,470,000	16,300,000
Average Annual growth				
2008-2018	-0.02%	0.44%	0.61%	1.46%

## TOTAL EMPLOYMENT BY SECTOR

TOTAL EMPLOYMENT PER BROAD ECONOMIC SECTOR - MHLONTLO LOCAL MUNICIPALITY, 2018 [PERCENTAGE]

**Total Employment Composition**  
Mhlontlo, 2018



# UNEMPLOYMENT

## UNEMPLOYMENT

- In 2018, there were a total number of 20 800 people unemployed in Mhlontlo, which is an increase of 8 420 from 12 300 in 2008. The Mhlontlo Local Municipality experienced an average annual increase of 5.34% in the number of unemployed people

## UNEMPLOYMENT RATE

- the unemployment rate in Mhlontlo Local Municipality (based on the official definition of unemployment) was 38.49%, which is an increase of 11.1 percentage points

# POVERTY

- In 2018, there were 161 000 people living in poverty, using the upper poverty line definition, across Mhlontlo Local Municipality - this is 4.96% lower than the 169 000 in 2008. The percentage of people living in poverty has decreased from 85.83% in 2008 to 82.36% in 2018, which indicates a decrease of 3.47 percentage points



# HOUSEHOLD BY TYPE OF ELECTRICTY

- Mhlontlo Local Municipality had a total number of 6 390 (13.29%) households with electricity for lighting only, a total of 35 400 (73.64%) households had electricity for lighting and other purposes and a total number of 6 290 (13.07%) households did not use electricity.

# REFUSE REMOVAL

- Mhlontlo Local Municipality had a total number of 2 150 (4.47%) households which had their refuse removed weekly by the authority, a total of 471 (0.98%) households had their refuse removed less often than weekly by the authority and a total number of 37 800 (78.59%) households which had to remove their refuse personally (own dump)

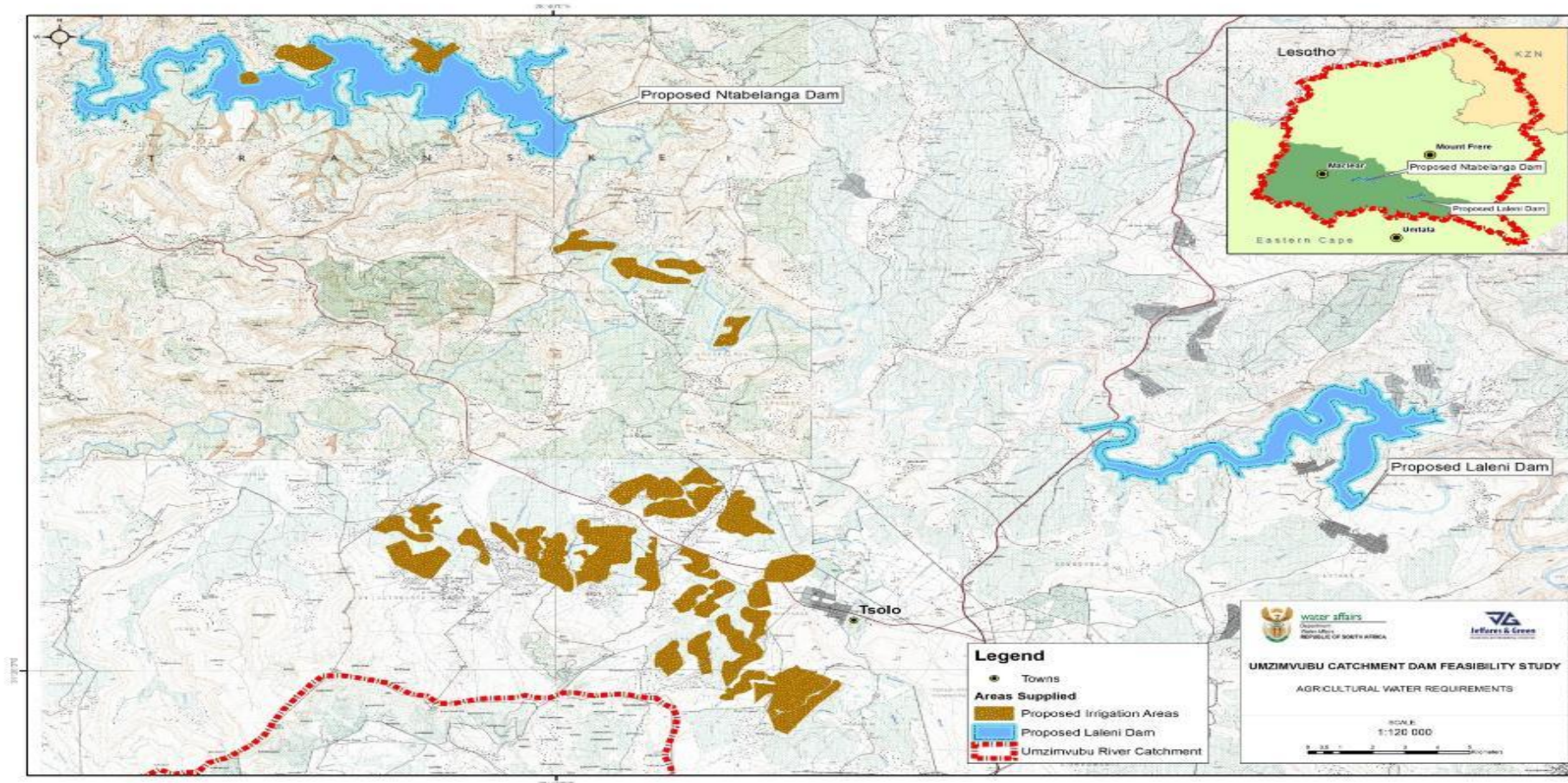
# Auditor General's Findings

Financial year	Audit Opinion Issued
2016/2017	Unqualified
2017/2018	Unqualified
2018/2019	Qualified

# High Impact Catalytic Projects

Mzimvubu Multi-Purpose Project

Ntabelanga-Laleni Conjunctive Scheme



# Projects

<b>National KPA:</b> Basic Service Delivery	<b>Strategy:</b> To ensure universal access to basic socio-economic services to communities and households				<b>Project Name:</b> Infrastructure		
<b>Key Performance Indicator:</b> Number of KMs completed	<b>Municipal Objective:</b> 1.1.1. To construct and maintain 100kms of access roads with storm water management. 1.1.2. To construct 768km surfaced roads. 1.1.3. To maintain 8kms of access and urban roads annually. 1.1.4. To ensure maintenance of Provincial roads – 107 kms of blading, 4.5 km of re-gravelling per quarter				<b>Location:</b> Mhlontlo LM		
<b>Major Activities</b>	<b>Implementation Targets</b>						
	Funding Required	Funding Source	2020/2021	2021/2022	2022/2023		
Maintenance of rural roads	R 4 240 123.00	MIG	R4 240 123.00				
EPWP	R 1 787 000.00	MIG	R 1 787 000.00				
Construction of 500m slab at Khalankomo	R 300 000.00	E/Share	R 300 000.00				
Maintenance of urban roads- Tsolo	R 1 215 000.00	E/Share	R 1 215 000.00				
Maintenance of urban roads-Qumbu	R 1 075 000.00	E/Share	R 1 075 000.00				
Dumba to Tina Falls Access Road 10,5km	R 386 825.48	MIG	R 386 825.48				
Gravel Access Road of 5.39 km - T 162 Via Stopiyini to Hlabathi	R 164 695.49	MIG	R 164 695.49				
Gravel Access Road of Nxothwe to Konkabi 11km	R 390 000.00	MIG	R 390 000.00				
Gravel Access Road of Mdeni Access Road 8.39km	R 305 241.61	MIG	R 305 241.61				
Gravel Access Road of Machibini to Dumaneni 8,3km	R 600 000.00	MIG	R 600 000.00				
Gravel Access Road of Gungululu 11.02km	R 3 103 571.00	MIG	R 3 103 571.00				
Gravel Access Road of Debeza 6.1km	R 571 347.00	MIG	R 571 347.00				
Gravel Access Road of Mhlangala 11km	R 3 751 298.00	MIG	R 3 751 298.00				
Gravel Access Road of Mthonyameni to Mqobiso 10.8km	R 7 238 492.36	MIG	R 7 238 492.36				
Rehabilitation of Zimbengwini access road 5,2km	R 284 226.55	E/Share	R 284 226.55				

# Projects Cont.

<b>National KPA:</b> Basic Service Delivery	<b>Strategy:</b> To ensure universal access to basic socio-economic services to communities and households				<b>Project Name:</b> Infrastructure		
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<b>Major Activities</b>	<b>Implementation Targets</b>						
	Funding Required	Funding Source	2020/2021	2021/2022	2022/2023		
Rehabilitation of Nyanisweni access road 7.3km	R 247 435.57	E/Share	R 247 435.57				
Rehabilitation of Kwamgongo access road 6,1 km	R 202 988.69	E/Share	R 202 988.69				
Rehabilitation of Ngxakolo access road 7,8km	R 190 878.84	E/Share	R 190 878.84				
Rehabilitation of Mdyobe Clinic Mpindweni Access Road 9,8 km	R 227 104.38	E/Share	R 227 104.38				
Rehabilitation of Ngxakolo Access Road (Phase 2)	R 360 000.00	E/Share	R 360 000.00				
Tsolo Stormwater drainage	R 6 199 000.00	MIG	R 6 199 000.00				

# Projects Cont.

<b>National KPA:</b> Basic Service Delivery	<b>Strategy:</b> To ensure universal access to basic socio-economic services to communities and households				<b>Project Name:</b> Infrastructure		
<b>Key Performance Indicator:</b> Number of high mast lights constructed and street lights maintained.	<b>Municipal Objective:</b> 1.2.2. To construct 15 high mast and street lights. 1.2.3. To eliminate electricity backlogs (6000 H/H)				<b>Location:</b> Mhlontlo LM		
<b>Major Activities</b>	<b>Implementation Targets</b>						
	Funding Required	Funding Source	2020/2021	2021/2022	2022/2023		
Provision of Free Basic Electricity	R 2 563 327.56	E/Share	R 2 563 327.56				
Provision of Free Alternate Energy	R 2 500 000.00	E/Share	R 2 500 000.00				
Maintenance of Highmast Lights	R 2 964 411.04	E/Share	R 2 964 411.04				
Electrification of Makhothi (372)	R 8 370 000.00	INEP	R 8 370 000.00				
Electrification of Ndakana (145 households)	R 3 262 500.00	INEP	R 3 262 500.00				
Electrification of village Extensions (90 households)	R 3 667 500.00	INEP	R 3 667 500.00				

# Projects Cont.

<b>National KPA:</b> Basic Service Delivery	<b>Strategy:</b> To ensure universal access to basic socio-economic services to communities and households				<b>Project Name:</b> Infrastructure		
<b>Key Performance Indicator:</b> Completed sport fields	<b>Municipal Objective:</b> To construct and maintain arts, culture and sporting facilities in all wards				<b>Location:</b> Mhlontlo LM		
<b>Major Activities</b>	<b>Implementation Targets</b>						
	Funding Required	Funding Source	2020/2021	2021/2022	2022/2023		
Tsolo Sportsfield	R 3 000 000.00	MIG	R 3 000 000.00				
Qumbu Sportsfield	R 9 100 000.00	MIG	R 9 100 000.00				
Mvumelwano Sportsfield Phase 1	R 2 500 000.00	MIG	R 2 500 000.00				
Rehabilitation of sportsfield -Mvumelwano sport field (phase 2)	R 3 000 000.00	MIG	R 3 000 000.00				



# Projects Cont.

<b>National KPA:</b> Service Delivery and Good Governance	<b>Strategy:</b> To ensure universal access to socio-economic services to communities and households				<b>Project Name:</b> Community Services		
<b>Key Performance Indicator:</b> Maintenance completed as schedule. Number of waste management EPWP programmes undertaken. Number of Urban H/H reached. Progress made with the establishment of transfer site.	<b>Municipal Objective:</b> To ensure full compliance with waste management laws and regulations				<b>Location:</b> Mhlontlo LM		
<b>Major Activities</b>	<b>Implementation Targets</b>						
	Funding Required	Funding Source	2020/2021	2021/2022	2022/2023		
Establishment of one Tsolo Waste Transfer station	R 1 000 000.00	E/Share	R 1 000 000.00				
Maintenance of Landfill Site	R 2 000 000.00	E/Share	R 2 000 000.00				
Cleaning of towns	R 2 790 000.00	E/Share	R 2 790 000.00				
Awareness Campaigns	R 262 000.00	E/Share	R 262 000.00				
Municipal EPWP	R 3 360 000.00	E/Share	R 3 360 000.00				

# Projects Cont.

<b>National KPA:</b> Service Delivery and Good Governance	<b>Strategy:</b> To ensure universal access to socio-economic services to communities and households				<b>Project Name:</b> Community Services		
<b>Key Performance Indicator:</b> Progress on construction. No. of successfully completed services. No. of licensed and registered vehicles. No. of signs and markings maintained. Progress with the implementation of the community safety and security plan. Progress with the relocation of pounds.	<b>Municipal Objective:</b> 1.9.1. To ensure construction of 4 new libraries, promotion of learning and educational activities and maintenance. 1.9.4. To coordinate effective implementation of safety and security plan. 1.9.5. To provide adequate pound and cemeteries management services.				<b>Location:</b> Mhlontlo LM		
<b>Major Activities</b>	<b>Implementation Targets</b>						
	Funding Required	Funding Source	2020/2021	2020/2022	2022/2023		
Licensing and Registration of 1000 vehicles	R 67 200.00	E/Share	R 67 200.00				
Testing of 2000 learner drivers	R 708 000.00	E/Share	R 708 000.00				
Maintain road signs ad markings	R 163 674.00	E/Share	R 163 674.00				
Awareness campaigns on community safety plan	R 71 000.00	E/Share	R 71 000.00				
Provision of security Services	R 5 400 000.00	E/Share	R 5 400 000.00				
Host quarterly community safety forum meetings	R 15 720.00	E/Share	R 15 720.00				
Law enforcement	R 506 580.43	E/Share	R 506 580.43				
Impounding of stray animals	R 947 000.00	E/Share	R 947 000.00				
Cemetery Management Projects	R 460 000.00	E/Share	R 460 000.00				

# Projects Cont.

<b>National KPA:</b> Financial Viability and Management	<b>Strategy:</b> To be a financial viable municipality			<b>Project Name:</b> BTO			
<b>Key Performance Indicator:</b> % monthly debt collection. Revenue collection billed debts. Data cleansing. Compliance with Treasury requirements. GRAP compliant asset register. No. of indigent H/H receiving FBE	<b>Municipal Objective:</b> 3.1.1 To ensure monthly collection on both historic and current debts. 3.2.1 To develop and fully implement a revenue enhancement and management strategy. 3.4.1 To ensure credible budgeting and proper financial reporting in line with relevant legislation. 3.5.1 To ensure that assets are managed and utilized in line with relevant policies and procedures. 1.2.2 To ensure that all indigent people have access to Free basic electricity.			<b>Location:</b> Mhlontlo LM			
<b>Major Activities</b>	<b>Implementation Targets</b>						
	Funding Required	Funding Source	2020/2021	2021/2022	2022/2023		
Supplementary valuation roll	R 493 900.00	E/Share	R 493 900.00				
Budget	R 1 000 000.00	E/Share	R 1 000 000.00				
Fixed Asset Register	R 1 400 000.00	E/Share	R 1 400 000.00				

# Projects Cont.

<b>National KPA:</b> Institutional Capacity building and Transformation	<b>Strategy:</b> To build a strong and capable municipal administration				<b>Project Name:</b> Corporate Services		
<b>Key Performance Indicator:</b> Date by which final reviewed organogram for 2019/20 financial year is submitted to the council for approval. No. of successfully completed skills programmes by 30 June 2019. Reviewed and new developed policies and procedures manuals are submitted to council. No. of wellness programmes conducted by 30 June 2019.	<b>Municipal Objective:</b> 2.1.1 To review and ensure maintain an IDP-aligned organisational structure by 30 June 2018 and beyond 2021. 2.2.1 To align institutional policies and systems with best practice in local government by 30 June 2021. 2.3.1 To promote a health and wellness culture among councilors and municipal employees by 30 June 2021. To ensure adequate availability of critical ICT infrastructure in line with the ICT strategy and governance policies by 30 June 2021.				<b>Location:</b> Mhlontlo LM		
<b>Major Activities</b>	<b>Implementation Targets</b>						
	Funding Required	Funding Source	2020/2021	2021/2022	2022/2023		
Training of members of council	R 1 000 000.00	E/Share	R 1 000 000.00				
20 and employees to be trained and capacitated in line with WSP.	R 1 318 443.00	E/Share	R 1 318 443.00				
Review and Implement employment equity plan	R 4 600.00	E/Share	R 4 600.00				
Implement and review HR Policies.	R 1 047 935.00	E/Share	R 1 047 935.00				
implement O.H.S. and wellness plan	R 355 000.00	E/Share	R 355 000.00				
Maintain and update HR systems	R 6 000.00	E/Share	R 6 000.00				
IT Infrastructure	R 14 678 400.00	E/Share	R 14 678 400.00				
Performance management	R 610 000.00	E/Share	R 610 000.00				

# Projects Cont.

<b>National KPA:</b> Local Economic Development	<b>Strategy:</b> A thriving economy that creates wealth, employment and sustainable livelihoods for all					<b>Project Name:</b> LEDPARD	
<b>Key Performance Indicator:</b> Develop a data base of Mhlontlo Artisans. No. of food gardens ploughed. No. of beneficiaries. No. of incubators established. No. of sewing training Centre's established.	<b>Municipal Objective:</b> 5.1.1 Reduce by a quarter unemployment rate and number of people living in poverty by 2020. 5.1.2 To be a thriving economy that creates wealth, employment and sustainable livelihood for all. 5.2.1 Ensure rapid growth and development of strategic economic sectors.					<b>Location:</b> Mhlontlo LM	
<b>Major Activities</b>	<b>Implementation Targets</b>						
	Funding Required	Funding Source	2020/2021	2021/2022	2022/2023		
Review of Mhlontlo LED Strategy	R 186 030.00	E/Share	R 186 030.00				
Establishing LED Forum	R 101 000.00	E/Share	R 101 000.00				
Fencing of Arable Land	R 2 018 400.00	E/Share	R 2 018 400.00				
Hold one Famers Indaba and Agricultural show	R 145 000.00	E/Share	R 145 000.00				
Cooperative Development Centre	R 487 000.00	E/Share	R 487 000.00				
Purchase of Material and Training of Beneficiaries	R 735 690.00	E/Share	R 735 690.00				
Training of 30 new beneficiaries on sewing	R 555 000.00	E/Share	R 555 000.00				
Development of an STR Business Plan	R 400 000.00	E/Share	R 400 000.00				
Implementation of Tourism Master plan	R 200 000.00	E/Share	R 200 000.00				
Implementation of Tourism Master plan	R 281 000.00	E/Share	R 281 000.00				
Implementation of Tourism Master plan	R 438 750.00	E/Share	R 438 750.00				
Implementation of Tourism Master plan	R 209 000.00	E/Share	R 209 000.00				
Implementation of TIP strategy	R 257 000.00	E/Share	R 257 000.00				
Establishment of business centre at Qumbu Transido	R 600 000.00	E/Share	R 600 000.00				
Purchasing of Branding Material	R 235 000.00	E/Share	R 235 000.00				

# Projects Cont.

<b>National KPA:</b> Local Economic Development	<b>Strategy:</b> Urban growth expansion and balance with environmental endowment				<b>Project Name:</b> LEDPARD		
<b>Key Performance Indicator:</b> Completed Strategic Environmental Assessment. Precinct Plan. Nodal framework plan. IDP. Developed by-laws. Identify boundary pegs. Credible IDP.	<b>Municipal Objective:</b> 6.1.1 Manage urban development impacts on natural resources and critical biodiversity networks. 6.1.2 Ensure urban growth expansion and balance with environmental endowment. 6.2.1 To guide and manage development according to the vision, strategies and policies of the IDP and SDF and in the interest of the general public to promote sustainable development and quality of life.				<b>Location:</b> Mhlontlo LM		
<b>Major Activities</b>	<b>Implementation Targets</b>						
	Funding Required	Funding Source	2020/2021	2021/2022	2022/2023		
Implementation of SDF CBD	R 450 000.00	E/Share	R 450 000.00				
Implementation of SDF Sulenkama	R 350 000.00	E/Share	R 350 000.00				
Wall to Wall land use management	R 200 000.00	E/Share	R 200 000.00				
Implementation of SDF	R 375 000.00	E/Share	R 375 000.00				
Implementation of SDF	R 150 000.00	E/Share	R 150 000.00				
Implementation of SDF	R 150 000.00	E/Share	R 150 000.00				
Implementation of SDF	R 2 500 000.00	E/Share	R 2 500 000.00				
Qumbu Community Hall	R 11 926 405.44	E/Share	R 11 926 405.44				
Vehicle Testing Centre	R 858 179.06	MIG	R 858 179.06				