



NQUTHU LOCAL MUNICIPALITY

**MEMORANDUM SETTING OUT REASONS FOR THE AMENDMENT OF THE 2022/23
INTEGRATED DEVELOPMENT PLAN (IDP)**



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MEMORANDUM SETTING OUT REASONS FOR THE AMENDMENT OF THE 2022/23 INTEGRATED DEVELOPMENT PLAN (IDP)

1. INTRODUCTION

At its strategic workshop held from 14 to 18 November 2022, a decision was taken that the IDP would need to be amended to address matters that are outlined in this memorandum. Such decision was also approved by Council when it was tabled a part of the Strategic Workshop resolutions. Regulation 3(2) of the Municipal Planning and Performance Management Regulation issued in line with the provisions of the Municipal Systems Act No.32 of 2000, as amended, required a member of Council to table a memorandum to Council setting out the reasons for the amendment of the IDP, as I hereby do.

2. REASONS FOR AN AMENDMENT OF THE 2022/23 IDP

2.1. Address issues raised by Auditor General during the 2021/22 audit

The Auditor-General identified errors in the 2021/22 IDP and all the errors identified were carried over to the 2022/23 IDP which will be subject of the audit for 2022/23 financial year audit. To improve and safeguard the credibility of the IDP, these errors must be addressed.

2.2. Current project that are not in the 2022/23 IDP

After the appointment of the new Municipal Manager at the end of 2022, an extensive project verification exercise was conducted to determine the status of each project with regard progress made and challenges hindering progress, funding availability and whether the project is correctly captured in the IDP and is budgeted for.

2.3. Non-alignment between the IDP and SDBIP

Internal Auditors have identified instances where the SDBIP does not properly align to the SDBIP due to either an error/misprint in the IDP or an omission of what was supposed to be captured in the IDP.

3. IMPLEMENTATION OF THE 2022/23 IDP AMENDMENT PLAN

The plan set out below was presented and discussed at the Strategic Workshop and it has been implemented in the following manner:

- An amended 2023/24 IDP and Budget Process Plan was approved by Council of 15 December 2023.
- After the approval of the amended 2023/24 IDP and Budget Process Plan, it was put on the municipal website and a public notice was duly issued.
- The proposed changes have been compiled and are set out in this memorandum.

4. PROPOSED IDP AMENDMENTS.

The amendments set out below are proposed, provided that upon the issuing of the notice to publish such changes for public comments, inputs will be considered and an amended IDP will be tabled to Council for approval. Therefore, only the amended IDP will contain all the amendments and all the amendments made will be outlined on the item tabling the IDP. Current IDP provisions are in italics and proposed new provisions are shaded in light blue.

4.1. Medium Term Strategic Framework (MTSF)

The 2014-2019 MTSF was revised into a new version, the 2019-2024 MTSF. The current IDP captures an outdated MTSF. The old MTSF provisions on page 20 of the IDP will be replaced with the provisions of the new MTSF.

Current MTSF provisions (Page 20): -

This MTSF is a national strategic plan for the 2014-2019 national government electoral term that is inspired by and/or based on the vision of the NDP. The MTSF focuses on fourteen (14) priority outcomes, which are:

1. *Quality basic education;*
2. *A long and healthy life for all South Africans;*
3. *All people in South Africa are and feel safe;*
4. *Decent employment through inclusive growth;*
5. *A skilled and capable workforce to support an inclusive growth path;*
6. *An efficient, competitive and responsive economic infrastructure network;*
7. *Vibrant, equitable, sustainable rural communities contributing towards food security for all;*
8. *Sustainable human settlements and improved quality of household life;*
9. *Responsive, accountable, effective and efficient local government (Outcome 09);*
10. *Protect and enhance our environmental assets and natural resources;*
11. *Create a better South Africa and contribute to a better Africa and a better world;*
12. *An effective, efficient and development-orientated public service;*
13. *A comprehensive, responsive and sustainable social protection system, and*
14. *A diverse, socially cohesive society with a common national identity.*

Proposed provisions: -

The MTSF 2019 - 2024 translates the NDP goals and the governing party's electoral mandate government's priorities over a five-year period. These apex priorities were announced by the President in July 2019 at the start of the term for the 6th Administration. These apex priorities, which will be achieved through the joint efforts of all government institutions, are as follows:

- **Priority 1:** A capable, ethical and developmental state
- **Priority 2:** Economic transformation and job creation
- **Priority 3:** Education, skills and health
- **Priority 4:** Consolidating the social wage through reliable and quality basic services
- **Priority 5:** Spatial integration, human settlements and local government
- **Priority 6:** Social cohesion and safe communities
- **Priority 7:** A better Africa and world

4.2. Projects not captured in the IDP

As mentioned in paragraph 2.2. above, it has been established that there were many projects not properly and clearly captured in the IDP. These projects have been identified and will be correctly captured through this amendment, as shown below.

Current projects in the IDP

Capital projects are captured on pages 254 to 255 of the IDP attached as annexure to provide details to 179 of the IDP under the Municipal Financial Viability and Management Analysis section.

No.	PROJECT NAME	WARD	PROJECT STATUS (planning stage / new/ ongoing)	PROGRESS(%)	FUNDING SOURCE	2022/23	2023/24	2024/25
1	NSUBENI ROAD	4	Ongoing	75%	MIG	R3,217,391.00		
2	Ophindo road-ward-3	3	Ongoing	80%	MIG	R347,826.00		
3	Hwanqana road -ward-5	5	Ongoing	80%	MIG	R1,478,261.00		
4	Slonjani road	16	Ongoing	70%	MIG	R1,217,391.00		
5	NTUZUMA ROAD	7	Ongoing	40%	MIG	R7,130,435.00		
6	Gubazi Road	13	Ongoing	60%	MIG	R8,434,783.00		
7	NOMKHOSI ROAD		Planning stage	N/A	MIG		R2,761,739.00	
8	PHILANI ROAD		Planning stage	N/A	MIG			R6,086,957.00
9	Ngonini Sport field	14	Planning stage	N/A	MIG	R347,826.00		
10	Mbilane gravel road		Ongoing	85%	MIG	R408,217.00		
11	Mkhonjane Horse Riding	16	New	N/A	MIG			R7,800,870.00
12	Nquthu Residential Phase-1	9	Ongoing	90%	INHOUSE	R186,957.00	R695,652.00	R695,652.00

No.	PROJECT NAME	WARD	PROJECT STATUS (planning stage / new/ ongoing)	PROGRESS(%)	FUNDING SOURCE	2022/23	2023/24	2024/25
13	Nquthu Residential phase-2 (Road & Stormwater)	9	Ongoing	60%	INHOUSE	R3,478,261.00	R8,695,652.00	R8,695,652.00
14	Mphunyuka gravel road		Ongoing	90%	INHOUSE		R521,739.00	
15	Sgubudu Community Hall		Ongoing	90%	INHOUSE	R1,173,913.00	R869,565.00	R434,783.00
16	Sizamile Hall	6	Ongoing	50%	INHOUSE	R869,565.00	R434,783.00	R260,870.00
17	Nkalkala Road		New	0%	INHOUSE	R0.00	R4,408,696.00	
18	Fire Station offices	9	Ongoing	50%	INHOUSE	R1,739,130.00		
19	Infrastructure Water & Sanitation	9	Ongoing	90%	INHOUSE		R695,652.00	R695,652.00
20	Msawethu Creche	16	Ongoing	60%	INHOUSE	R869,565.00		
21	CBD TAR	9	Planning stage	0%	INHOUSE	R6,521,739.00		
22	Khulani creche		New	0%	INHOUSE	R278,261.00		
23	Nquthu Taxi Rank	9	Planning stage	N/A	MIG		R8,695,652.00	R6,956,522.00
24	Nquthu Bulk storm water phase 1	9	Ongoing	70%	INHOUSE	R521,739.00	R869,565.00	R869,565.00
25	Mntanyandlovu Creche	13	New	N/A	MIG		R2,608,696.00	
26	Zwelisha Creche		New	N/A	MIG		R2,608,696.00	
27	CBD TAR Road Phase 1	9	Planning stage	0%	MIG		R3,043,478.00	
28	Elihlekaya Creche	1	New	N/A	MIG		R2,695,652.00	
29	Nquthu Taxi Rank phase 1	9	Ongoing	N/A	MIG		R8,695,652.00	
30	southern road phase 3	9	New	N/A	INHOUSE		R3,478,261.00	
31	Southern Road phase 4	9	New	N/A	INHOUSE			R6,956,522.00
32	Nquthu Tax Rank phase 2	9	New	N/A	MIG			R10,434,783.00
33	Incubator Phase II	9	Ongoing		INHOUSE	R3,043,478.00	R3,210,870.00	R3,400,311.00
34	Mantuli Road		New	N/A	MIG			R1,130,435.00
TOTAL						R41,264,738.00	R54,990,000.00	R54,418,574.00

Project to be included in the IDP

The projects in the table below will be added in the IDP through an amendment:

No.	PROJECT NAME	FUNDING SOURCE
1	Gobinsimbi Hall	Inhouse
2	Nquthu Traffic Offices	Inhouse
3	Ezinkondlwaneni Hall	Inhouse
4	Hlathi Dam Hall	Inhouse
5	Kwabiya Hall	Inhouse
6	Nquthu Bulk Stormwater Phase 1	Inhouse
7	Sheep And Wool Project	Inhouse
8	Buy Back Centre	Inhouse
9	Section 4 Creche in Ward 9	MIG
10	Qhudeni Electrification ward 1	INEP
11	Nquthu Infills in wards 2,3,4,5,15,16	INEP
12	Nquthu Infills	INEP
13	Dalala and Ncome	INEP
14	Ntanyandlovu Community hall in ward 10	Inhouse
15	Tlokweni Creche in ward 19	TBD
16	Japonya Creche in ward 10	TBD

4.3. Non-alignment between the IDP and SDBIP

The municipality has number of libraries and perform a number of programmes related to the library services function. This has not been well captured in the IDP objectives which give rise to an element of non-alignment when the SDBIP is compiled to capture this function. Libraries objective and strategy(s) will be captured in Local Economic Development and Social Development key performance area as shown in the table below:


IDP objective	IDP Strategy/ IDP Programme
To render library services to communities	Improve library services accessibility through different programmes

5. CONSULTATION AND ADOPTION PROCESS

This memorandum will be issued published to afford the public an opportunity to submit comments for a period of 21 days. The Umzinyathi District Municipality will also be consulted for inputs, as required by law. In addition to inputs by the members of the public, Council reserves to effect any other changes in the final amended IDP document. After the end of the public comments period, an amended 2022/23 IDP document will be tabled to Council for approval after which an approved amended 2022/23 IDP will be published as required by issuing a public notice and putting an amended IDP on the municipal website.

6. CONCLUSION

The decision to amend the IDP is a difficult but necessary decision to ensure its credibility and accelerate delivery for the people of Nquthu. The municipality shall always do everything possible to ensure proper planning process to prevent a need to an amendment in future.



MAYOR: CLLR. IL SHABALALA

NQUTHU LOCAL MUNICIPALITY

25 JANUARY 2023

DATE