



EXTRACT OUT OF MINUTES OF AN ORDINARY COUNCIL MEETING HELD ON 28 AUGUST 2024.

C34 **2024-2025. CHDM IDP FRAMEWORK & IDP/BUDGET/PMS PROCESS PLAN 2024-2025 FOR THE 2025-2026 CHDM IDP REVIEW**

Purpose:

- To present CHDM IDP District Framework Plan to Council for noting
- To present IDP/Budget/PMS Process Plan of 2024-2025 for 2025-2026 IDP Review to Council for noting
- To present IDP Framework Plan and IDP/Budget/PMS Process Plan to CHDM Council for Adoption and Approval

Authority:

Chris Hani District Municipality Council.

Legal/statutory requirement(s):

- The Local Government: Municipal Systems Act 32 of 2000 as amended.
- The Local Government: Municipal Structures Act 117 of 1998 as amended.
- The Municipal Planning and Performance Management Regulations (2001 & 2006)
- The Municipal Finance Management Act 56 of (2003).

Legal context:

According to Section 27(2) of the Municipal Systems Act 32 of 2000 as amended, the Framework Plan binds both the District Municipality and the Local Municipalities. The Act states that the framework plan must at least:

- (a) Identify plans and planning requirements binding in terms of national and provincial legislation on the District Municipality and the Local Municipalities or on any specific Municipality.
- (b) Identify matters to be included in the Integrated Development Plans of the District Municipality and the Local Municipalities that require Alignment.



- (c) Specify the principles to be applied and co-ordinate the approach to be adopted in respect of those matters; and
- (d) Determine procedures:
 - (i) For consultation between the District Municipality and the Local Municipalities during the process of drafting their respective Integrated Development Plans; and
 - (ii) To effect essential amendments to the framework.

Section 28 of the Municipal Systems Act 32 of 2000 as amended provides for the preparation and adoption of a Process Plan. The Process plan is an organized **activity plan** that outlines the **process** of development and review of the Integrated Development Plan (IDP).

Background:

By the 25th of May 2022, Chris Hani District Municipality adopted the Fifth Generation Integrated Development Plan (IDP) for the Municipality for the period 2022 - 2027. The IDP was developed in accordance with the requirements set out in the Municipal Systems Act (32 of 2000) Municipal Finance Management Act and the Municipal Planning and Performance Management Regulations (2001) and 2006.

The 2022-2027 IDP was adopted for the period of Five Years 2022-2027 and is currently being implemented and whilst it's being implemented it also must be reviewed annually till the last financial year which is 2027. The first review of the 2022-2027 IDP was conducted during the financial year 2023-2024 and the second was for 2024-2025 IDP Review and this IDP Framework and IDP/Budget/PMS Process Plan paves the way for the third review for the 2025-2026 IDP Review.

Exposition of facts:

Municipal Systems Act 32 of 2000 as Amended Sec 23 (1) states that "Municipal Planning to be developmentally oriented, meaning must strive to achieve objects of local government as set in Sec 152 of the Constitution and further gives effect to its developmental duties as required by Sec 153 of the Constitution of RS."



Chapter Five (5) of the Municipal Systems Act (Act 32 of 2000) describes the IDP as a *single,*

inclusive and strategic plan for the development of a municipality that will be the principal strategic planning instrument which *guides and informs all planning and development, and all decisions regarding planning, management and development* in the municipality. It is intended that by the 28th of August 2024, Chris Hani District Municipality Council adopts the IDP Framework and IDP/Budget/PMS Process Plan which reviews the 2022-2027 IDP for 2025-2026 IDP Review as per the Municipal Systems Act. The IDP would be developed in accordance with the requirements as set out in the Municipal Systems Act (32 of 2000), the Municipal Planning and Performance Management Regulations (2001) and Municipal Finance Management Act.

The Municipal Systems Act 32 of 2000 further reflects that the IDP must be developed and reviewed together with the municipality's Performance Measurement System. This means that the development and review of the IDP must go together with the implementation of a Performance Management System and the Budget Cycle.

The Municipal Finance Management Act referred to above indicates, "The mayor of a municipality must –

[21(a)] co-ordinate the process for preparing the annual budget.....

[21(b)] at least 10 months before the start of the budget year, table in the municipal council a time schedule outlining key deadlines...."

The annual tabled budget must be aligned to the Municipal IDP, and developed budget must:

Ensure its relevance as the Municipality's Strategic Plan.

Inform other components of the Municipal business processes including institutional and financial planning/ budgeting.

Inform the cyclical inter-governmental planning and budgeting cycle.



For the IDP to remain relevant, the Municipality must assess its past performance and achievement of its targets [strategic objectives]. In the light of this assessment, the IDP is reviewed to reflect the impact of its success as well as corrective measures to address challenges.

The IDP is also reviewed in the light of changing internal and external circumstances that impact on the priority issues, objectives, strategies, projects and programmes of IDP.

The IDP, as a strategic plan of the Municipality, informs municipal decision-making as well as all the business processes of the Municipality. The annual revision of the IDP must inform the Municipality's institutional and financial planning and most importantly, the drafting of the Annual Budget.

Other Parties Consulted:

- Municipal Managers and IDP/IPED Managers of Local Municipalities
- CHDM Management
- COGTA-EC
- Treasury-EC
- OTP-EC

Financial implications:

R1 000 000

ANNEXURES

Annexure "A": IDP Framework Plan.

Annexure "B": IDP/Budget/PMS Process Plan.

Resolutions:

It was resolved that:

- 1) Council **notes** the CHDM IDP Framework Plan.



- 2) Council **notes** the CHDM 2024-2025 IDP/Budget/PMS Process plan for 2025-2026 IDP Review.

- 3) Council **adopts** and **approves** the IDP Framework Plan and IDP/Budget/PMS Process Plan of the period 2024-2025 for 2025-2026 IDP Review.

This is certified as a true copy of the original.

.....
MR. G. MASHIYI
MUNICIPAL MANAGER

(An official delegated with the
the
Authority to prepare the record of the
Proceedings and implement council
Resolutions)

.....
CLLR J. GENGANI
SPEAKER OF COUNCIL

(In His capacity as
Speaker of the Council)