

Integrated Development Plans



The Integrated Development Plan - IDP



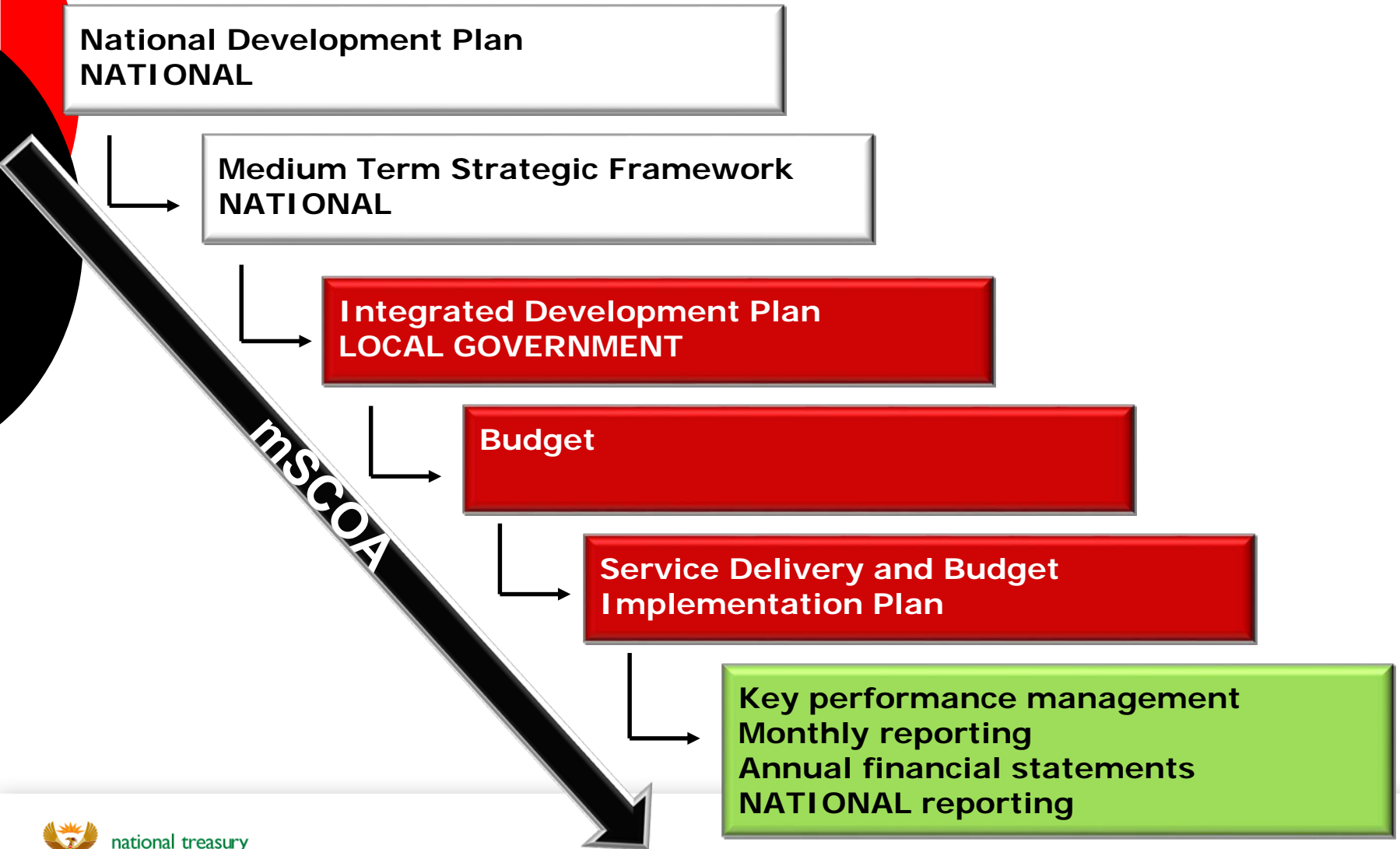
national treasury

Department:
National Treasury
REPUBLIC OF SOUTH AFRICA

The Integrated Development Plan - IDP

- The Integrated Development Plan (IDP) is to be used as the bases to strategically plan for future developments in the municipal area.
- Once the IDP is developed, all municipal planning and projects should be managed in terms of the IDP.
- The IDP has a 5 year life span – Linked to the term of political office

mSCOA and the current framework



The Integrated Development Plan - IDP

PROBLEM STATEMENT

IDP is linked to the MSC



IDP is not linked to a funding source



IDP strategic objective is budgeted on a single vote

The Integrated Development Plan - IDP

IDP

- KPA
 - Strategic Objectives
 - GFS Function
- KPI
Funding
Regional

BUDGET

- 3 year annualised planned expenditure
- Budget plan based on IDP strategic objectives

SDBIP

- Annual implementation of budget based on available funds
- Performance management of budget

mSCOA
Projects

- IDP strategic objectives linked to projects
- Budget vote expanded into different items

The Integrated Development Plan - IDP

Examples

IDP STRATEGIC OBJECTIVES

KPA 1

INFRASTRUCTURE AND BASIC SERVICE DELIVERY

KPA 2

LOCAL ECONOMIC DEVELOPMENT

KPA 3

MUNICIPAL TRANSFORMATION AND ORGANISATIONAL DEVELOPMENT

KPA 4

FINANCIAL VIABILITY AND MANAGEMENT

KPA 5

GOOD GOVERNANCE AND PUBLIC PARTICIPATION



The Integrated Development Plan - IDP

Lets plan our budget from the IDP...

IDP STRATEGIC OBJECTIVES

KPA 1

INFRASTRUCTURE AND BASIC SERVICE DELIVERY

KPA 2

LOCAL ECONOMIC DEVELOPMENT

KPA 3

MUNICIPAL TRANSFORMATION AND ORGANISATIONAL DEVELOPMENT

KPA 4

FINANCIAL VIABILITY AND MANAGEMENT

KPA 5

GOOD GOVERNANCE AND PUBLIC PARTICIPATION

The Integrated Development Plan - IDP

We now identify the strategic objectives, development strategy and programme numbers for KPA 1

IDP STRATEGIC OBJECTIVES	DEVELOPMENT STRATEGY	PROGRAMME NUMBER
KPA 1		
INFRASTRUCTURE AND BASIC SERVICE DELIVERY		
Eradicate backlogs in order to improve access to services and ensure proper operations and maintenance	Maintenance and upgrading of existing infrastructure	SD1
	Maintain and refurbish municipal buildings	SD2
	Ensure fully Functional Driving and License Testing Centers	SD3
	Increase access and optimal usage of library services	SD4

Lets use one of the development strategies for our example...

The Integrated Development Plan - IDP

We now identify the relevant mSCOA segments that relate to the development strategy

IDP STRATEGIC OBJECTIVES	DEVELOPMENT STRATEGY	PROGRAMME NUMBER
KPA 1		
INFRASTRUCTURE AND BASIC SERVICE DELIVERY		
Eradicate backlogs in order to improve access to services and ensure proper operations and maintenance	Maintenance and upgrading of existing infrastructure	SD1
	Maintain and refurbish municipal buildings	SD2
	Ensure fully Functional Driving and License Testing Centers	SD3
	Increase access and optimal usage of library services	SD4

Project	Function	Fund	Regional
Capital: Infrastructure: Existing:Roads: SD1_P001_Upgrad e of CBD Main Road	Roads Transport: Core: Roads	Gen Revenue: Taxes: Property Rates: Levies	EC 104 Makana: Whole of Municipality

The Integrated Development Plan - IDP

Note the naming convention for the mSCOA projects when breakdown is required

IDP STRATEGIC OBJECTIVES	DEVELOPMENT STRATEGY	PROGRAMME NUMBER
KPA 1		
INFRASTRUCTURE AND BASIC SERVICE DELIVERY		
Eradicate backlogs in order to improve access to services and ensure proper operations and maintenance	Maintenance and upgrading of existing infrastructure	SD1
	Maintain and refurbish municipal buildings	SD2
	Ensure fully Functional Driving and License Testing Centers	SD3
	Increase access and optimal usage of library services	SD4

Project	Function	Fund	Regional
Capital: Infrastructure: Existing:Roads: SD1_P001_Upgrade of CBD Main Road	Roads Transport: Core: Roads	Gen Revenue: Taxes: Property Rates: Levies	EC 104 Makana: Whole of Municipality

The Integrated Development Plan - IDP

Lessons Learnt

- ✓ Project segment is linked to IDP through the KPI number
- ✓ All operational and capital expenditure will be aligned to the IDP
- ✓ The areas of responsibility are to be converted to the GFS Functions.
- ✓ The IDP will be linked to a funding source
- ✓ The budget will expand into capital and operational projects
- ✓ The project segment will link to the IDP through the KPI number

PROJECT SEGMENT

mSCOA Projects



Project is a collection of tasks usually of a multi-disciplinary nature to achieve a certain goal; for example, the construction of a new road. A project can consist of only a single contract; for example, outsourcing a road construction to a single provider; or to numerous service providers together constituting a project, such as separate contracts with an electrician, own labour, and own material.

PROJECT SEGMENT

The DC12 Amatole paid contractors for fuel used when tarring a previously untarred regional road. The funding for the upgrade was property rates.

Description	Questions to ask	Answers
Project	Is this Capital or Operational?	Capital
Function	What was the objective of the spend?	Roads
Item	What was bought, given or received?	Contractors for fuel
Fund	Where does the money come from?	Property rates
Region	Which region received the benefit?	Whole region
Costing	Do the costs need to be reallocated?	No
MSC	Who is responsible within the municipality?	Infrastructure department

PROJECT SEGMENT

Description	Answers	Posting
Project	Capital	Capital / infrastructure / existing / upgrade and additions / roads, pavement, bridges and storm water/ KPI 1.1 P001 Church Street Upgrade
Function	Roads	Function / road transport / core function / roads / roads
Item	Contractors for fuel	Asset / non-current asset / construction work-in-progress / outsourced
Fund	Property rates	Fund / revenue / general revenue / taxes / property rates / levies

PROJECT SEGMENT

Description	Answers	Posting
Region	Whole region	Region / regional identifier / local government by province / Eastern Cape / district municipalities / DC 12 Amatole / whole of the district
Costing	No – it's a direct expense	Costing / default
MSC	Infrastructure department	Infrastructure department