

QUESTION FOR WRITTEN REPLY

FRIDAY, 5 JUNE 2026

10. Mr D J Wessels to ask Mr T A Simmers, Minister of Infrastructure:

With reference to the Urban Settlements Development Grant (USDG) and the Informal Settlements Upgrading Partnership Grant (ISUPG):

- (1) (a) What allocations were made to municipalities from the USDG during (i) 2024/25 and (ii) 2025/26, (b) what percentage of these allocations was spent during each financial year and (c) which projects were funded through the USDG during the 2025/26 financial year;
- (2) (a) what allocations were made to municipalities from the ISUPG during (i) 2024/25 and (ii) 2025/26 and (b) what percentage of these allocations was spent during each financial year;
- (3) which projects were funded through the ISUPG during the 2025/26 financial year;
- (4) how many households benefited from projects funded through these grants during the 2025/26 financial year;
- (5) whether any challenges have been identified in the implementation of projects funded through these grants; if so, (a) what are the relevant details and (b) what measures have been implemented to address them?

**RESPONSE**

- (1) (a) The City of Cape Town receives the Urban Settlement Development Grant (USDG), Allocations are as follows:
  - (i) (b) 2024/25 – R1,091,825,000: 98% of the allocated R1,091,825,000 was spent.
  - (ii) (b) 2025/26 – R1,088,294,000: To date, 83% of the allocation has been spent.

(c) See information in the table below:

Projects funded through the USDG:2025/26 financial year
ACSA Symphony way (1764 sites)
Aloe Ridge (1398 sites)

Projects funded through the USDG:2025/26 financial year
Annandale (Planning)
Athlone Infill (303 sites - planning)
Belhar school site (1300 - planning)
Blueberry Hill Ph1 A (230 sites) (planning and bulk services)
Blueberry Hill Ph1b (755 sites) (planning and bulk services)
Bonteheuwel (273 sites)
Dido Valley PHP
Edward Street (126)
Elsies River Infill (724)
Greenville Ph5 (495)
Greenville Ph6 (717)
Gugulethu Infill -MauMau (1005)
Hanover Park (857)
Heideveld Duinefontein Infill
Highlands Drive Infill (354)
Kanonkop Ph2 (1159)
Kensington Infill (80)
Macassar (2469)
Masiphumelele Ph4.2 (470)
New Crossroads (120)
Nooiensfontein (2569)
Nyanga Upgrade (2072)
Retreat (453)
Somerset West (1034)
Valhalla Park (537)
Vlakteplaas Housing Project
Vrygrond Housing Project (665)

(2) (a)(i)(ii)(b) See information in the table below.

Allocations to Municipalities from the ISUPG				
Municipality	(a) (i) 2024/25 Allocation	(b) Spent	(a) (ii) 2025/26 Allocation	(b) Spent
Departmental Projects	114,417,000	76%	136,759,000	128%
Breede Valley Municipality	-	-	1,809,000	100%
Drakenstein Municipality	1,000,000	0%	1,200,000	100%
Langeberg Municipality	37,747,000	100%	11,283,000	100%
Stellenbosch Municipality	26,262,000	85%	10,318,000	73%
Cape Agulhas Municipality	1,051,000	0%	7,771,000	81%
Overstrand Municipality	16,729,000	45%	15,966,000	100%
Swellendam Municipality	-	-	8,932,000	100%
Theewaterskloof Municipality	113,719,000	60%	76,136,000	71%
Bitou Municipality	16,677,000	50%	15,000,000	72%
George Municipality	-	-	11,500,000	39%
Hessequa Municipality	2,325,000	47%	1,230,000	100%
Knysna Municipality	4,227,000	57%		100%

Allocations to Municipalities from the ISUPG				
Municipality	(a) (i) 2024/25 Allocation	(b) Spent	(a) (ii) 2025/26 Allocation	(b) Spent
Mossel Bay Municipality	16,321,000	99%	5,400,000	100%
Oudtshoorn Municipality	3,433,000	83%	1,804,000	100%
Cederberg Municipality	3,355,000	100%	2,259,000	58%
Matzikama Municipality	9,256,000	100%	18,355,000	100%
Saldanha Bay Municipality	7,872,000	100%	-	-
Swartland Municipality	7,924,000	100%	-	-
<b>GRAND TOTALS</b>	<b>282,315,000</b>	<b>100%</b>	<b>325,722,000</b>	<b>100%</b>

(3) See information in the table below.

ISUPG Projects 2025/26
<b>PROVINCIAL PROJECTS</b>
N2 Gateway TRAs
iThemba
Airport Precinct
Welmoed/Penhill
Driftsands Ph1
Silvertown
<b>CAPE WINELANDS DISTRICT</b>
<b>Breede Valley</b>
Zwelethemba North (2000)
<b>Drakenstein</b>
Lover's Lane (168)
<b>Langeberg</b>
Montagu Mandela Square (173)
Bonnievale Boekenhoutskloof (574)
<b>Stellenbosch</b>
Langrug Franschhoek (Mooiwater)
Langrug Dam (274)
Kayamandi Enkanini
Kayamandi Hostels
<b>OVERBERG DISTRICT</b>
<b>Cape Agulhas</b>
Struisbaai Oukamp (166) Blompark
<b>Overstrand</b>
Gansbaai Masakhane (1184)
Gansbaai Masakhane (Wetcores)
Schulphoek (planning & bulks)
<b>Swellendam</b>
Swellendam Railton
<b>Theewaterskloof</b>
Greater Grabouw

<b>ISUPG Projects 2025/26</b>
Grabouw Iraq (456)
Villiersdorp (182) Berg-En-Dal
Villiersdorp Destiny Farm (1 133)
Botrivier Beaumont
Roodakke (1054)
Greater Villiersdorp (2600)
<b>GARDEN ROUTE DISTRICT</b>
<b>Bitou (Plettenberg Bay)</b>
Qolweni/Bossiesgif Ph4 (350)
<b>George</b>
Themba lethu
<b>Hessequa</b>
Heidelberg Site 6 (27) Eikeweg
<b>Mossel Bay</b>
NUSP Projects (3493)
<b>Oudtshoorn</b>
Central Informal Settlements
Dysseldorp (39)
<b>WEST COAST DISTRICT</b>
<b>Cederberg</b>
Citrusdal Riverview (900)
<b>Matzikama</b>
Klawer Donkerhoek / Sandkamp (335)
Vredendal Mangaung (367)
Vredendal Phase 8
Lutzville JuJu Square (600)

(4) The projects listed will assist 851 households with permanent serviced sites.

(5) See information in the table below.

<b>(a) Challenge</b>	<b>(b) Measures implemented to address them</b>
Lengthy statutory approval processes affecting project progress.	Planning projects well in advance to ensure that all local authority processes are complied with.
Capacity constraints within municipalities.	Support through technical engagements and shared resources.
Land invasion and non-qualifiers occupying land affects project implementation.	Finding alternative suitable land and/ or implementing a super-blocking approach.
Challenges associated with verification of families within informal settlements.	Deploying the support of social facilitation teams during the project consultation phase.

**MR TERTUIS SIMMERS**

**MINISTER OF INFRASTRUCTURE**

**DATE:**