GOVERNMENT NOTICE

NATIONAL TREASURY

No. 179

15 February 2008

- I, Trevor A Manuel, Minister of Finance, acting in terms of the Division of Revenue Act, 2007 (Act No. 1 of 2007) hereby publish in the attached Schedule -
- (a) stopping of allocation in respect of conditional allocations made to provinces under the Act; and
- (b) the re-allocation of stopped conditional allocations to certain provinces.

For ease of reference only and where applicable, the attached Schedule reflects the additional allocations published in *Government Gazette* No. 30592 dated 20 December 2007 as Column A, stopping of allocations and re-allocations in Column B and the total adjusted allocations in Column C.

This Government Notice is set out as follows:

Part 1: Conditional allocations;

Part 2: Explanatory memorandum relating thereto.

Trevor A Manuel, MP Minister of Finance

Munuel

SCHEDULE 5

SPECIFIC PURPOSE ALLOCATIONS TO PROVINCES

Vote	Name of allocation	Purpose	Type of allocation	Province	Column A 2007/08 Adjusted allocation (Government Gazette No. 30592 dated 20 December 2007	Column B 2007/08 Stopping and re- allocation after stopping of allocation	Column C 2007/08 Adjusted allocation
Housing (Vote 27)	Integrated Housing and Human Settlement Development Grant	To provide for the facilitation of a sustainable housing development process by laying down general principles applicable to housing development in all spheres of government.	Conditional allocation	Eastern Cape Free State Gauteng KwaZulu-Natal Limpopo Mpumalanga Northern Cape North West Western Cape TOTAL	R'000 1 052 554 653 293 2 197 223 1 310 555 651 705 526 286 130 976 871 806 948 548 8 342 946	R'000	R'000
			Less: Stopping of allocation in terms of Section 26 of the Division of Revenue Act, 2007 (Act No. 1 of 2007).	Eastern Cape Free State		- 500 000 - 100 000	
			Plus: Re-allocation after stopping of allocation in terms of Section 27 of the Division of Revenue Act, 2007 (Act No. 1 of 2007).	TOTAL Gauteng Northern Cape		- 600 000 350 000 100 000	
			Revised allocations	TOTAL Eastern Cape Free State Gauteng KwaZulu-Natal Limpopo Mpumalanga Northern Cape North West Western Cape	1 052 554 653 293 2 197 223 1 310 555 651 705 526 286 130 976 871 806 948 548 8 342 946	450 000 - 500 000 - 100 000 350 000 	552 554 553 293 2 547 223 1 310 555 651 705 526 286 230 976 871 806 948 548 8 192 946

Explanatory Memorandum to the Provincial Allocations set out in Schedule 5

This Gazette is published in terms of the 2007 Division of Revenue Act (Act No. 1 of 2007) and provides information on additional allocations and adjustments to existing allocations to provinces in the 2007/08 financial year.

This is necessitated by the need to stop the flow of funds in terms of section 26 of the 2007 Division of Revenue Act (Act No. 1 of 2007) and the need to re-allocate funds to provinces, as approved in terms of section 27 of the 2007 Division of Revenue Act (Act No. 1 of 2007).

This Gazette therefore updates information that was originally published in Government Gazette No. 30 592 of 20 December 2007.

This notice affects the Integrated Housing and Human Settlement Development grant

- a) In compliance with section 26 of the 2007 Division of Revenue Act (Act No. 1 of 2007), the national Department of Housing stop the transfer of funds to the value of R550 million, from Schedule 5, following slow spending on the part of the Eastern Cape (R500 million) and the Free State (R100 million).
- b) In compliance with section 27 of the 2007 Division of Revenue Act (Act No. 1 of 2007), the national Department of Housing re-allocate funds between provinces to the value of R450 million, from Schedule 5, following demonstrated capacity to spend in Gauteng (R350 million) and Northern Cape (R100 million).