
GOVERNMENT NOTICE

NATIONAL TREASURY**No. 110****6 February 2009**

I, Trevor A Manuel, Minister of Finance, acting in terms of the Division of Revenue Act, 2008 (Act No. 2 of 2008) 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. 31708 dated 18 December 2008 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

Explanatory Memorandum to the Provincial Allocations set out in Schedule 5

This *Gazette* is published in terms of the 2008 Division of Revenue Act (Act No. 2 of 2008) and provides information on additional allocations and adjustments to existing allocations to provinces in the 2008/09 financial year.

This is necessitated by the need to stop the flow of funds in terms of section 26 of the 2008 Division of Revenue Act (Act No. 2 of 2008) and the need to re-allocate funds to provinces, as approved in terms of section 27 of the 2008 Division of Revenue Act (Act No. 2 of 2008).

This *Gazette* therefore updates information that was originally published in *Government Gazette* No. 31708 of 18 December 2008.

This notice affects the Integrated Housing and Human Settlement Development grant

- a) In compliance with section 26 of the 2008 Division of Revenue Act (Act No. 2 of 2008), the national Department of Housing stop the transfer of funds to the value of R270 million, from Schedule 5, following slow spending on the part of the Eastern Cape (R270 million) and R52 million in North West to deal with ex-cross border projects in the Northern Cape.
 - b) In compliance with section 27 of the 2008 Division of Revenue Act (Act No. 2 of 2008), the national Department of Housing re-allocate funds between provinces to the value of R322 million, from Schedule 5, following demonstrated capacity to spend in Gauteng (R152 million), Free State (R68 million), Mpumalanga (R50 million) and R52 million in the Northern Cape for ex-cross border projects.
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