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## GOVERNMENT NOTICE

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### NATIONAL TREASURY

No. 213

8 March 2012

I, Pravin J Gordhan, Minister of Finance, acting in terms of the Division of Revenue Act, 2011 (Act No. 6 of 2011), as amended, 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 allocations published in the Division of Revenue Amendment Act, 2011 (Act No. 20 of 2011) 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; and
- Part 2: Explanatory memorandum relating thereto.



**Pravin J Gordhan**  
**Minister of Finance**

# SCHEDULE 5

## SPECIFIC PURPOSE ALLOCATIONS TO PROVINCES

Vote	Name of allocation	Purpose	Type of allocation	Province	Column A	Column B	Column C
					2011/12 (Division of Revenue Amendment Act, 2011 (Act No. 20 of 2011))	2011/12 Stopping and re- allocation after stopping of allocation	2011/12 Adjusted allocation
Public Works (Vote 7)	Devolution of Property Rate Funds Grant	To facilitate the transfer of property rates expenditure responsibility to provinces.	Conditional allocation	Eastern Cape	R'000 192 709	R'000	R'000
				Free State	219 916		
				Gauteng	270 775		
				KwaZulu-Natal	518 585		
				Limpopo	34 054		
				Mpumalanga	73 964		
				Northern Cape	41 754		
				North West	160 192		
				Western Cape	291 281		
				<b>TOTAL</b>	<b>1 803 230</b>		
			Less: Stopping of allocation in terms of Section 17 of the Division of Revenue Act, 2011 (Act No. 6 of 2011), as amended	KwaZulu-Natal		- 55 000	
				North West		- 27 000	
				<b>TOTAL</b>		<b>- 82 000</b>	
			Plus: Re-allocation after stopping of allocation in terms of Section 18 of the Division of Revenue Act, 2011 (Act No. 6 of 2011), as amended	Free State		20 247	
				Northern Cape		25 000	
				Western Cape		36 753	
				<b>TOTAL</b>		<b>82 000</b>	
			Revised allocations	Eastern Cape	192 709	-	192 709
				Free State	219 916	20 247	240 163
				Gauteng	270 775	-	270 775
				KwaZulu-Natal	518 585	- 55 000	463 585
				Limpopo	34 054	-	34 054
				Mpumalanga	73 964	-	73 964
				Northern Cape	41 754	25 000	66 754
				North West	160 192	- 27 000	133 192
				Western Cape	291 281	36 753	328 034
				<b>TOTAL</b>	<b>1 803 230</b>	<b>-</b>	<b>1 803 230</b>

## **Explanatory Memorandum to the Provincial Allocations set out in Schedule 5**

This *Gazette* is published in terms of the Division of Revenue Act, 2011 (Act No. 6 of 2011), as amended by the Division of Revenue Amendment Act, 2011 (Act No. 20 of 2011), and provides information on adjustments to existing allocations to provinces in the 2011/12 financial year.

This is necessitated by the need to stop the flow of funds in terms of Section 17 of the Division of Revenue Act, 2011, as amended, and the need to re-allocate the stopped funds to provinces, as approved in terms of Section 18 of the Division of Revenue Act, 2011, as amended.

This *Gazette* therefore updates information that was published in the Division of Revenue Amendment Act, 2011 in *Government Gazette* No. 34833 of 7 December 2011.

This notice affects the Devolution of Property Rate Funds grant:

- a) In compliance with Section 17 of the Division of Revenue Act, 2011, as amended, the national Department of Public Works stops the transfer of funds to KwaZulu-Natal to the value of R55 million and North West to the value of R27 million from Schedule 5, following slow spending on the part of KwaZulu-Natal and North West.
  - b) In compliance with Section 18 of the Division of Revenue Act, 2011, as amended, the national Department of Public Works re-allocates funds to the Free State to the value of R20.2 million, Northern Cape to the value of R25 million and Western Cape to the value of R36.8 million from Schedule 5, following demonstrated capacity to spend in the Free State, Northern Cape and Western Cape.
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