
GOVERNMENT NOTICE

NATIONAL TREASURY

No. 126**24 February 2014**

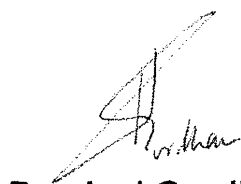
I, Pravin J Gordhan, Minister of Finance, acting in terms of the Division of Revenue Act, 2013 (Act No. 2 of 2013), as amended, hereby publish in the attached Schedule -

- (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

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

Explanatory Memorandum to the Provincial Allocations set out in the Schedule

This *Gazette* is published in terms of the Division of Revenue Act, 2013 (Act No. 2 of 2013), as amended, and provides information on adjustments to existing allocations to provinces in the 2013/14 financial year.

This is necessitated by the need to stop the flow of funds in terms of Section 18 of the Division of Revenue Act, 2013, as amended, and the need to re-allocate the stopped funds to provinces, as approved in terms of Section 19 of the Division of Revenue Act, 2013, as amended.

This *Gazette* therefore updates information that was published in the Division of Revenue Amendment Act, 2013.

This notice affects the Provincial Roads Maintenance grant, the Community Library Services Grant and the Human Settlements Development Grant

- a) In compliance with Section 18 of the Division of Revenue Act, 2013, as amended, the national Department of Transport stops the transfer of funds to Limpopo (R637.549 million) for the Provincial Roads Maintenance Grant, following revised allocations by the national Department of Transport.
- b) In compliance with Section 19 of the Division of Revenue Act, 2013, as amended, the national Department of Transport re-allocates funds to Free State (R449.74 million) and Northern Cape (R187.719 million) for the Provincial Roads Maintenance Grant, following revised allocations by the national Department of Transport.
- c) In compliance with Section 18 of the Division of Revenue Act, 2013, as amended, the national Department of Arts and Culture stops the transfer of funds to Limpopo (R8.967million) for the Community Library Services grant, following revised allocations by the national Department of Arts and Culture.
- d) In compliance with Section 19 of the Division of Revenue Act, 2013, as amended, the national Department of Arts and Culture re-allocates funds to Free State (R1.483 million), Gauteng (R3 million) and Western Cape (R1.484 million) for the Community Library Services grant, following revised allocations by the national Department of Arts and Culture
- e) In compliance with Section 18 of the Division of Revenue Act, 2013, as amended, the national Department of Human Settlements stops the transfer of funds to Limpopo (R644 million) for the Human Settlements Development grant, following revised allocations by the national Department Human Settlements.
- f) In compliance with Section 19 of the Division of Revenue Act, 2013, as amended, the national Department of Human Settlements re-allocates funds to KwaZulu-Natal (R57 million), Northern Cape (R207.9 million), North West (R117 million) and Western Cape (R32.1 million) and Free State (R230 million) for the Human Settlements Development grant, following revised allocations by the national Department Human Settlements.

SCHEDULE 4a
(Schedule 4a to Act 2 of 2013)
SPECIFIC PURPOSE ALLOCATIONS TO PROVINCES

Vote	Name of allocation	Purpose	Type of allocation	Province	Column A 2013/14 (Division of Revenue Amendment Act, 2013 (Act No. 2 of 2013))	Column B 2013/14 Stopping and re- allocation after stopping of allocation	Column C 2013/14 Adjusted allocation
Transport (Vote 37)	Provincial Roads Maintenance Grant	To supplement provincial investments for preventative, routine emergency maintenance and road rehabilitation of provincial road networks; ensure all roads are classified as per Road Infrastructure Strategic Framework of South Africa and the Road Classification and Access Management guidelines by end of 2013/14; and implement and maintain road asset management systems; to supplement provincial projects for the repairs to roads and bridges damaged by a natural disaster as assessed by the National Disaster Management Centre; to improve the state of coal haulage network.	Conditional allocation	Eastern Cape	R'000	R'000	R'000
				Free State	1 102 836		
				Gauteng	1 130 462		
				KwaZulu-Natal	433 048		
				Limpopo	1 678 920		
				Mpumalanga	990 578		
				Northern Cape	1 487 722		
				North West	659 484		
				Western Cape	639 923		
				TOTAL	8 696 210		
			Less:	Limpopo		637 459	
			Stopping of allocation in terms of Section 18 of the Division of Revenue Act, 2013 (Act No. 2 of 2013), as amended				
			Plus:	Free State		637 459	
			Re-allocation after stopping of allocation in terms of Section 19 of the Division of Revenue Act, 2013 (Act No 2 of 2013), as amended	Northern Cape		449 740	
						187 719	
			Revised allocations	TOTAL	637 459		
				Eastern Cape	1 102 836		1 102 836
				Free State	1 130 462	449 740	1 580 202
				Gauteng	433 048	-	433 048
				KwaZulu-Natal	1 678 920	-	1 678 920
				Limpopo	990 578	- 637 459	353 119
				Mpumalanga	1 487 722	-	1 487 722
				Northern Cape	659 484	187 719	847 203
				North West	639 923	-	639 923
				Western Cape	573 237	-	573 237
				TOTAL	8 696 210		8 696 210

SCHEDULE 5a
(Schedule 5a to Act 2 of 2013)
SPECIFIC PURPOSE ALLOCATIONS TO PROVINCES

Vote	Name of allocation	Purpose	Type of allocation	Province	Column A	Column B	Column C
					2013/14 (Division of Revenue Amendment Act, 2013 (Act No. 2 of 2013))	2013/14 Stopping and re- allocation after stopping of allocation	2013/14 Adjusted allocation
Human Settlements (Vote 31)	Human Settlements Development Grant	To provide funding for the creation of sustainable human settlements	Conditional allocation	Eastern Cape	R'000	R'000	R'000
				Free State	2 523 803		
				Gauteng	1 120 936		
				KwaZulu-Natal	4 108 399		
				Limpopo	3 235 428		
				Mpumalanga	1 324 742		
				Northern Cape	1 124 332		
				North West	395 724		
				Western Cape	1 224 537		
				TOTAL	16 983 872		
				Limpopo		644 000	
				TOTAL		644 000	
				KwaZulu-Natal		57 000	
				Northern Cape		207 900	
				North West		117 000	
				Western Cape		32 100	
				Free State		230 000	
				TOTAL		644 000	
			Revised allocations	Eastern Cape	2 523 803	-	2 523 803
				Free State	1 120 936	230 000	1 350 936
				Gauteng	4 108 399	-	4 108 399
				KwaZulu-Natal	3 235 428	57 000	3 292 428
				Limpopo	1 324 742	- 644 000	680 742
				Mpumalanga	1 124 332	-	1 124 332
				Northern Cape	395 724	207 900	603 624
				North West	1 224 537	117 000	1 341 537
				Western Cape	1 925 971	32 100	1 958 071
				TOTAL	16 983 872		16 983 872

SCHEDULE 5a
(Schedule 5a to Act 2 of 2013)
SPECIFIC PURPOSE ALLOCATIONS TO PROVINCES

Vote	Name of allocation	Purpose	Type of allocation	Province	Column A 2013/14 (Division of Revenue Amendment Act, 2013 (Act No. 2 of 2013))	Column B 2013/14 Stopping and re- allocation after stopping of allocation	Column C 2013/14 Adjusted allocation
Arts and Culture (Vote 14)	Community Library Services Grant	To transform urban and rural community library infrastructure, facilities and services (Primarily targeting previously disadvantaged communities) through a recapitalised programme at provincial level in support of local government and national initiatives	Conditional allocation	Eastern Cape	R'000	R'000	R'000
				Free State	72 492		
				Gauteng	62 918		
				KwaZulu-Natal	63 470		
				Limpopo	63 145		
				Mpumalanga	56 528		
				Northern Cape	72 521		
				North West	75 596		
				Western Cape	64 058		
				TOTAL	597 786		
			Less: Stopping of allocation in terms of Section 18 of the Division of Revenue Act, 2013 (Act No. 2 of 2013), as amended	Limpopo		8 967	
				TOTAL		8 967	
			Plus: (Re-allocation after stopping of allocation in terms of Section 19 of the Division of Revenue Act, 2013 (Act No. 2 of 2013), as amended)	Free State		1 483	
				Gauteng		3 000	
				Western Cape		1 484	
				TOTAL		5 967	
			Revised allocations	Eastern Cape	72 492		72 492
				Free State	62 918	1 483	64 401
				Gauteng	63 470	3 000	66 470
				KwaZulu-Natal	63 145	-	63 145
				Limpopo	56 528	- 8 967	47 561
				Mpumalanga	72 521	-	72 521
				Northern Cape	75 596	-	75 596
				North West	64 058	-	64 058
				Western Cape	67 058	1 484	68 542
				TOTAL	597 786	- 3 000	594 786