

NATIONAL TREASURY

NO. 256

01 MARCH 2019


I, TM Mboweni, Minister of Finance, acting in terms of the Division of Revenue Act, 2018 (Act No. 1 of 2018), 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.
- (c) The allocation of Schedule 7, Part A allocations to the Northern Cape.

For ease of reference only and where applicable, the attached Schedule ((a) and (b)) reflects the allocations published in the Division of Revenue Amendment Act, 2018 as Column A, stopping of allocations and re-allocations in Column B and the total adjusted allocations in Column C. the attached Schedule ((c)) reflect the allocations published in the Division of Revenue Act, 2018 (Act No. 01 of 2018) Schedule 7, Part A.

This Government Notice is set out as follows:

- Part 1: Conditional allocations; and
- Part 2: Explanatory memorandum relating thereto.



TT MBOWENI
MINISTER OF FINANCE
Date: 06/02/2019

Explanatory Memorandum to the Provincial Allocations set out in the Schedule

This *Gazette* is published in terms of the Division of Revenue Act, 2018 (Act No. 1 of 2018), as amended, and provides information on adjustments to existing allocations to provinces in the 2018/19 financial year.

This is necessitated by the need to stop the flow of funds in terms of Section 19 of the Division of Revenue Act, 2018, as amended, and the need to re-allocate the stopped funds to a province, as approved in terms of Section 20 of the Division of Revenue Act, 2018, as amended.

This *Gazette* therefore updates information that was published in the Division of Revenue Amendment Act, 2018.

This notice affects the Early Childhood Development Grant

- a) In compliance with Section 19 of the Division of Revenue Act, 2018, as amended, the national Department of Social Development stops the transfer of funds to Northern Cape (R1.976 million), following revised allocations by the national Department of Social Development.
- b) In compliance with Section 20 of the Division of Revenue Act, 2018, as amended, the national Department of Social Development re-allocates funds to KwaZulu-Natal (R1.976 million), following revised allocations by the national Department of Social Development.

SCHEDULE 5, PART A
SPECIFIC PURPOSE ALLOCATIONS TO PROVINCES

Vote	Name of allocation	Purpose	Type of allocation	Province	Column A 2018/19 (Division of Revenue Amendment Act, 2018)	Column B 2018/19 Stopping and re- allocation after stopping of allocation	Column C 2018/19 Adjusted allocation
Social Development (Vote 17)	Early Childhood Development Grant	To increase the number of poor children accessing subsidised early childhood development services through centre-based early childhood development services; to improve the registration status of centre-based early childhood development centres providing an early childhood development programme to meet basic requirements	Conditional allocation	Eastern Cape	R'000	R'000	R'000
				Free State	78 715		
				Gauteng	21 656		
				KwaZulu-Natal	62 777		
				Limpopo	107 543		
				Mpumalanga	68 561		
				Northern Cape	41 998		
				North West	18 472		
				Western Cape	52 185		
				TOTAL	38 893		
				TOTAL	490 800		
				Northern Cape		- 1 976	
				TOTAL		- 1 976	
				KwaZulu-Natal		1 976	
				TOTAL			
				TOTAL		1 976	
				Eastern Cape	78 715		78 715
				Free State	21 656		21 656
				Gauteng	62 777		62 777
				KwaZulu-Natal	107 543	1 976	109 519
				Limpopo	68 561		68 561
				Mpumalanga	41 998		41 998
				Northern Cape	18 472	- 1 976	16 496
				North West	52 185		52 185
				Western Cape	38 893		38 893
				TOTAL	490 800	-	490 800

Explanatory Memorandum to the Provincial Allocations set out in the Schedules

This *Gazette* is published in terms of the Division of Revenue Act, 2018 (Act No. 01 of 2018), and provides information on adjustments to existing allocations to national departments and provinces in the 2018/19 financial year.

This is necessitated by the need to allocate a portion of the unallocated schedule 7, Part A grant to Northern Cape following drought experienced by the province.

This *Gazette* therefore updates information that was published in the Division of Revenue Amendment Act, 2018.

This notice affects the Provincial Disaster Relief Grant,

- a) In compliance with Section 26 of the Division of Revenue Act, 2018 the National Department of Cooperative Governance and Traditional Affairs allocates R42.3 million to the Northern Cape from the unallocated Provincial Disaster Grant (Schedule 7, Part A).

SCHEDULE 7, PART A
TRANSFERS FROM THE PROVINCIAL DISASTER GRANT

Vote	Name of allocation	Purpose	Province	Column A		
				2018/19 (Division of Revenue Amendment Act, 2018)	Adjustment	2018/19 Adjusted Allocation
Cooperative Governance and Traditional Affairs (Vote 4)	Provincial Disaster Relief Grant	To provide for the immediate release of funds for disaster response.	Eastern Cape	R'000	R'000	R'000
			Free State	-	-	-
			Gauteng	-	-	-
			KwaZulu-Natal	-	-	-
			Limpopo	-	-	-
			Mpumalanga	-	-	-
			Northern Cape	42 339	42 339	84 678
			North West	-	-	-
			Western Cape	38 000	-	38 000
			Unallocated	243 252	(42 339)	200 913
TOTAL			323 591	-	323 591	