

NATIONAL TREASURY

NO. 1794

25 February 2022

I, E Godongwana, Minister of Finance, acting in terms of the Division of Revenue Act, 2021 (Act No. 9 of 2021), as amended, hereby publish in the attached Schedule -

- (a) Stopping of allocations 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, 2021 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.



ENOCH GODONGWANA
MINISTER OF FINANCE

Date: 01/02/2022

Explanatory Memorandum to the Provincial Allocations set out in the Schedule

This *Gazette* is published in terms of the Division of Revenue Act, 2021 (Act No. 9 of 2021), as amended, and provides information on adjustments to existing allocations to provinces in the 2021/22 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, 2021, as amended, and to re-allocate the stopped funds to provinces, as approved in terms of Section 19 of the Division of Revenue Act, 2021, as amended.

This *Gazette* therefore updates information that was published in the Division of Revenue Amendment Act, 2021.

This notice affects the Provincial Roads Maintenance Grant

- a) In compliance with Section 18 of the Division of Revenue Act, 2021, as amended, the national department of Transport stops the transfer of funds to Gauteng (R51.8 million), Free State (R45.2 million) and KwaZulu-Natal (R47.7 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, 2021, as amended, the national department of Transport re-allocates funds to Mpumalanga (R43.4 million), Northern Cape (R28.9 million), North West (R28.9 million), and Western Cape (R43.4 million) for the Provincial Roads Maintenance Grant, following revised allocations by the national department of Transport.

SCHEDULE 4, PART A
SPECIFIC PURPOSE ALLOCATIONS TO PROVINCES

Vote	Name of allocation	Purpose	Type of allocation	Province	Column A	Column B	Column C
					2021/22 (Division of Revenue Amendment Act, 2021)	2021/22 Stopping and re- allocation after stopping of allocation	2021/22 Adjusted allocation
Transport (Vote 40)	(a) Provincial Roads Maintenance Grant	To supplement provincial investments for road infrastructure maintenance (routine, periodic and special maintenance); to ensure that all roads are classified as per the Road Infrastructure Strategic Framework for South Africa and the technical recommendations for highways, and the Road Classification and Access Management guidelines; to implement and maintain road asset management systems; to supplement provincial projects for the repair of roads and bridges damaged by unforeseen incidents including natural disasters; to improve road safety with a special focus on pedestrian safety in rural areas.	Conditional allocation	Eastern Cape Free State Gauteng KwaZulu-Natal Limpopo Mpumalanga Northern Cape North West Western Cape	R'000	R'000	R'000
					1 677 797		
					1 490 271		
					767 135		
					2 138 225		
					1 333 213		
					1 072 941		
					1 267 309		
					1 090 622		
					1 099 046		
				TOTAL	11 936 559		
			Less:	Gauteng		51 773	
			Stopping of allocation in terms of Section 18 of the Division of Revenue Act, 2021 (Act No. 9 of 2021), as amended	Free State		45 190	
				KwaZulu-Natal		47 691	
			Plus:	TOTAL		144 654	
			Re-allocation after stopping of allocation in terms of Section 19 of the Division of Revenue Act, 2021 (Act No. 9 of 2021), as amended	Mpumalanga		43 396	
				Northern Cape		28 931	
				North West		28 931	
				Western Cape		43 396	
			Revised allocations	TOTAL		144 654	
				Eastern Cape	1 677 797	-	1 677 797
				Free State	1 490 271	- 45 190	1 445 081
				Gauteng	767 135	- 51 773	715 362
				KwaZulu-Natal	2 138 225	- 47 691	2 090 534
				Limpopo	1 333 213	-	1 333 213
				Mpumalanga	1 072 941	43 396	1 116 337
				Northern Cape	1 267 309	28 931	1 296 240
				North West	1 090 622	28 931	1 119 553
				Western Cape	1 099 046	43 396	1 142 442
				TOTAL	11 936 559	-	11 936 559