GOVERNMENT NOTICES • GOEWERMENTSKENNISGEWINGS

NATIONAL TREASURY

NO. 1881 16 March 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 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, 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.

E GODONGWANA MINISTER OF FINANCE

Date: 14/03/2022

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 the need to re-allocate the stopped funds to three 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 Education Infrastructure Grant

- a) In compliance with Section 18 of the Division of Revenue Act, 2021, as amended, the national Department of Basic Education stops the transfer of funds to Eastern Cape (R205.1 million), following revised allocations by the national Department of Basic Education.
- b) In compliance with Section 19 of the Division of Revenue Act, 2021, as amended, the national Department of Basic Education re-allocates these funds to KwaZulu-Natal, following revised allocations by the national Department of Basic Education.

ALLOCATIONS TO PROVINCES TO SUPPLEMENT THE FUNDING OF PROGRAMMES OR FUNCTIONS FUNDED FROM PROVINCIAL BUDGETS SCHEDULE 4, PART A

Column C 2021/22 Adjusted allocation	R'000			1435 855 892 287 1589 208 2 325 614 1 334 570 1 161 475 633 345 1 158 484 1 158 998
Column B 2021/22 Stopping and re- allocation after stopping of allocation	R'000	- 205 122	205 122	205 122
Column A 2021/22 (Division of Revenue Amendment Act, 2021)	R:000 1 640 977 892 287 1 589 208 2 120 492 1 134 570 1 161 475 633 345 1 158 988			1 640 977 892 287 1 589 208 2 120 492 1 334 570 1 161 475 633 345 1 158 988 1 1 688 936
Province	Eastern Cape Free State Gauteng KwaZulu-Natal Limpopo Mpumalanga Northern Cape North West Western Cape	Eastern Cape TOTAL	KwaZulu-Natal TOTAL	Eastern Cape Free State Gauteng KwaZulu-Natal Limpopo Mpumalanga Northern Cape North West Western Cape
Type of allocation	Conditional allocation	Less: Stopping of allocation in terms of Section 18 of the Division of Revenue Act, 2021 (Act No. 9 of 2021), as amended	Plus: 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	Revised allocations
Purpose	To help accelerate construction, maintenance, upgrading and rehabilitation of new and existing infrastructure in education including district and circuit accommodation; to enhance capacity to deliver infrastructure in education; to address damage to infrastructure; to address achievement of the targets set out in the minimum norms and standards for school infrastructure.			
Name of allocation	Education Infrastructure Grant			
Vote	Basic Education (Vote 16)			