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**GOVERNMENT NOTICES • GOEWERMENTSKENNISGEWINGS**

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**NATIONAL TREASURY****NO. 5940****3 March 2025**

I, E Godongwana, Minister of Finance, acting in terms of the Division of Revenue Act, 2024 (Act No. 3 of 2024), as amended, hereby publish in the attached Schedule -

- (a) stopping of allocations in respect of conditional allocations to provinces under the Act; and
- (b) the re-allocation of stopped conditional allocations to provinces.

For ease of reference only and where applicable, the attached Schedule reflects the allocations published in the Division of Revenue Amendment Act, 2024 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 25/02/2025

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

This *Gazette* is published in terms of the Division of Revenue Act, 2024 (Act No. 3 of 2024), as amended, and provides information on adjustments to existing allocations to provinces in the 2024/25 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, 2024, as amended, and to re-allocate the stopped funds to provinces, as approved in terms of Section 19 of the Division of Revenue Act, 2024, as amended.

This *Gazette* therefore updates information that was published in the Division of Revenue Act Amendment Act, 2024.

This notice affects the Human Settlements Development Grant (HSDG), the Informal Settlements Upgrading Partnership Grant (ISUPG) and the Education Infrastructure Grant (EIG).

- a) In compliance with Section 18 of the Division of Revenue Act, 2024, as amended:
- The national Department of Human Settlements stops the transfer of funds to Western Cape (R200 million) and Gauteng (R300 million) and Free State (R50 million) for the HSDG, following revised allocations by the national Department of Human Settlements.
  - The national Department of Human Settlements stops the transfer of funds to Western Cape (R100 million) and Gauteng (R150 million) for the ISUPG, following revised allocations by the national Department of Human Settlements.
  - The national Department of Basic Education stops the transfer of funds to Limpopo (R187.925 million) for the EIG, following revised allocations by the national Department of Basic Education.
- b) In compliance with Section 19 of the Division of Revenue Act, 2024, as amended:
- the national Department of Human Settlements re-allocates funds to Limpopo (R200 million), KwaZulu-Natal (R100 million) and Mpumalanga (R250 million) for the HSDG, following revised allocations by the national Department of Human Settlements.
  - the national Department of Human Settlements re-allocates funds to Eastern Cape (R50 million), Free State (R50 million) and North West (R150 million) for the ISUPG, following revised allocations by the national Department of Human Settlements.
  - the national Department of Basic Education re-allocates funds to KwaZulu-Natal (R137.925 million) and Free State (R50 million) for the EIG, following revised allocations by the national Department of Basic Education.

**SCHEDULE 5, PART A**  
**SPECIFIC PURPOSE ALLOCATIONS TO PROVINCES**

Vote	Name of allocation	Purpose	Type of allocation	Province	Column A	Column B	Column C
					2024/25 (Division of Revenue Act, 2024), as amended	2024/25 Stopping and re- allocation after stopping of allocation	2024/25 Adjusted allocation
<b>Human Settlements (Vote 33)</b>	(a) Human Settlements Development Grant	To provide funding for the progressive realisation of access to adequate housing through the creation of sustainable and integrated human settlements	Conditional allocation		<b>R'000</b>	<b>R'000</b>	<b>R'000</b>
				Eastern Cape	1 518 104		
				Free State	800 430		
				Gauteng	3 893 933		
				KwaZulu-Natal	2 507 919		
				Limpopo	892 884		
				Mpumalanga	910 077		
				Northern Cape	269 298		
				North West	1 256 908		
				Western Cape	1 605 872		
				<b>TOTAL</b>	<b>13 655 425</b>		
			Less: Stopping of allocation in terms of Section 18 of the Division of Revenue Act, 2024 (Act No.3 of 2024), as amended	Free State		- 50 000	
				Gauteng		- 300 000	
				Western Cape		- 200 000	
				<b>TOTAL</b>		- 550 000	
				KwaZulu-Natal		100 000	
				Limpopo		200 000	
				Mpumalanga		250 000	
				<b>TOTAL</b>		550 000	
				Eastern Cape	1 518 104		1 518 104
				Free State	800 430	- 50 000	750 430
				Gauteng	3 893 933	- 300 000	3 593 933
				KwaZulu-Natal	2 507 919	100 000	2 607 919
				Limpopo	892 884	200 000	1 092 884
				Mpumalanga	910 077	250 000	1 160 077
				Northern Cape	269 298		269 298
				North West	1 256 908		1 256 908
				Western Cape	1 605 872	- 200 000	1 405 872
				<b>TOTAL</b>	<b>13 655 425</b>	-	<b>13 655 425</b>
			Plus: Re-allocation after stopping of allocation in terms of Section 19 of the Division of Revenue Act, 2024 (Act No. 3 of 2024), as amended	Eastern Cape			
				Free State			
				Gauteng			
				KwaZulu-Natal			
				Limpopo			
				Mpumalanga			
				Northern Cape			
				North West			
				Western Cape			
				<b>TOTAL</b>			

**SCHEDULE 5, PART A**  
**SPECIFIC PURPOSE ALLOCATIONS TO PROVINCES**

Vote	Name of allocation	Purpose	Type of allocation	Province	Column A	Column B	Column C
					2024/25 (Division of Revenue Act, 2024), as amended	2024/25 Stopping and re- allocation after stopping of allocation	2024/25 Adjusted allocation
<b>Human Settlements (Vote 33)</b>	(b) Informal Settlements Upgrading Partnership Grant: Provinces	To provide funding to facilitate a programmatic and inclusive approach to upgrading informal settlements.	Conditional allocation	Eastern Cape	R'000	R'000	R'000
				Free State	361 420		
				Gauteng	190 561		
				KwaZulu-Natal	927 043		
				Limpopo	597 069		
				Mpumalanga	212 572		
				Northern Cape	216 666		
				North West	64 112		
				Western Cape	299 236		
				<b>TOTAL</b>	3 250 994	.	
			<b>Less:</b>	Gauteng		- 150 000	
			Stopping of allocation in terms of Section 18 of the Division of Revenue Act, 2024 (Act No.3 of 2024), as amended	Western Cape		- 100 000	
			<b>Plus:</b>	<b>TOTAL</b>		- 250 000	
			Re-allocation after stopping of allocation in terms of Section 19 of the Division of Revenue Act, 2024 (Act No. 3 of 2024), as amended	Eastern Cape		50 000	
				Free State		50 000	
				North West		150 000	
			<b>Revised allocations</b>	<b>TOTAL</b>		250 000	
				Eastern Cape	361 420	50 000	411 420
				Free State	190 561	50 000	240 561
				Gauteng	927 043	- 150 000	777 043
				KwaZulu-Natal	597 069		597 069
				Limpopo	212 572		212 572
				Mpumalanga	216 666		216 666
				Northern Cape	64 112	-	64 112
				North West	299 236	150 000	449 236
				Western Cape	382 315	- 100 000	282 315
				<b>TOTAL</b>	3 250 994	-	3 250 994

## SCHEDULE 4, PART A

## ALLOCATIONS TO PROVINCES TO SUPPLEMENT THE FUNDING OF PROGRAMMES OR FUNCTIONS FUNDED FROM PROVINCIAL BUDGETS

Vote	Name of allocation	Purpose	Type of allocation	Province	Column A 2024/25 (Division of Revenue Act, 2024), as amended	Column B 2024/25 Stopping and re-allocation after stopping of allocation	Column C 2024/25 Adjusted allocation
Basic Education (Vote 16)	Education Infrastructure Grant	To help accelerate construction, maintenance, upgrading and rehabilitation of new and existing infrastructure in education including district and circuit accommodation; to address achievement of the targets set out in the minimum norms and standards for school infrastructure; to address damages to infrastructure; to enhance capacity to deliver infrastructure in education.	General conditional allocation to provinces	Eastern Cape	R'000 1 848 180	R'000 1 848 180	R'000 1 848 180
				Free State	1 007 305	1 007 305	1 007 305
				Gauteng	2 296 649	2 296 649	2 296 649
				KwaZulu-Natal	2 388 318	2 388 318	2 388 318
				Limpopo	1 503 403	1 503 403	1 503 403
				Mpumalanga	1 310 894	1 310 894	1 310 894
				Northern Cape	716 303	716 303	716 303
				North West	1 304 034	1 304 034	1 304 034
				Western Cape	1 627 354	1 627 354	1 627 354
				<b>TOTAL</b>	<b>14 002 440</b>	<b>-</b>	<b>14 002 440</b>
			<b>Less:</b> Stopping of allocation in terms of Section 18 of the Division of Revenue Act, 2024 (Act No. 3 of 2024), as amended	Limpopo		- 187 925	
			<b>Plus:</b> Re-allocation after stopping of allocation in terms of Section 19 of the Division of Revenue Act, 2024 (Act No. 3 of 2024), as amended	<b>TOTAL</b>		<b>- 187 925</b>	
				Free State		50 000	
				KwaZulu-Natal		137 925	
			<b>Revised allocations</b>	<b>TOTAL</b>		<b>187 925</b>	
				Eastern Cape	1 848 180		1 848 180
				Free State	1 007 305	50 000	1 057 305
				Gauteng	2 296 649		2 296 649
				KwaZulu-Natal	2 388 318	137 925	2 526 243
				Limpopo	1 503 403	- 187 925	1 315 478
				Mpumalanga	1 310 894		1 310 894
				Northern Cape	716 303		716 303
				North West	1 304 034		1 304 034
				Western Cape	1 627 354		1 627 354
				<b>TOTAL</b>	<b>14 002 440</b>	<b>-</b>	<b>14 002 440</b>