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# Government Gazette

**REPUBLIC OF SOUTH AFRICA**

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## **THE PRESIDENCY**

No. 417

10 June 2013

It is hereby notified that the President has assented to the following Act, which is hereby published for general information:–

**Act No. 2 of 2013: division of Revenue Act, 2013**



**AIDS HELPLINE: 0800-123-22 Prevention is the cure**

*(English text signed by the President)  
(Assented to 7 June 2013)*

# ACT

**To provide for the equitable division of revenue raised nationally among the national, provincial and local spheres of government for the 2013/14 financial year and the responsibilities of all three spheres pursuant to such division; and to provide for matters connected therewith.**

## PREAMBLE

**WHEREAS** section 214(1) of the Constitution of the Republic of South Africa, 1996, requires an Act of Parliament to provide for—

- (a) the equitable division of revenue raised nationally among the national, provincial and local spheres of government;
- (b) the determination of each province's equitable share of the provincial share of that revenue; and
- (c) any other allocations to provinces, local government or municipalities from the national government's share of that revenue, and any conditions on which those allocations may be made;

**WHEREAS** section 7(3) of the Money Bills Amendment Procedure and Related Matters Act, 2009 (Act No. 9 of 2009), requires the introduction of the Division of Revenue Bill at the same time as the Appropriation Bill is introduced,

**B** E IT THEREFORE ENACTED by the Parliament of the Republic of South Africa, as follows:—

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## CHAPTER 1

### INTERPRETATION AND OBJECTS OF ACT

#### Interpretation

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1. (1) In this Act, unless the context indicates otherwise, any word or expression to which a meaning has been assigned in the Public Finance Management Act or the Municipal Finance Management Act has the meaning assigned to it in the Act in question, and—

“**accreditation**” means accreditation of a municipality, in terms of section 10(2) of the Housing Act, 1997 (Act No. 107 of 1997), to administer national housing programmes, read with Part 3 of the National Housing Code, 2009 (Financial Interventions: Accreditation of Municipalities);

“**allocation**” means the equitable share allocation to the national sphere of government in Schedule 1, a province in Schedule 2 or a municipality in Schedule 3, or a conditional allocation;

“**category A, B or C municipality**” means a category A, B or C municipality envisaged in section 155(1) of the Constitution;

“**conditional allocation**” means an allocation to a province or municipality from the national government’s share of revenue raised nationally, envisaged in section 214(1)(c) of the Constitution, as set out in Schedule 4, 5, 6 or 7;

“**Constitution**” means the Constitution of the Republic of South Africa, 1996;

“**corporation for public deposits account**” means a bank account of the Provincial Revenue Fund held with the Corporation for Public Deposits, established by the Corporation for Public Deposits Act, 1984 (Act No. 46 of 1984);

“**Education Infrastructure Grant**” means the Education Infrastructure Grant referred to in Part A of Schedule 4;

“**financial year**” means, in relation to—

(a) a national or provincial department, the year ending 31 March 2014; or

(b) a municipality, the year ending 30 June 2014;

“**framework**” means the conditions and other information in respect of a conditional allocation published by the National Treasury in terms of section 15 or 25;

“**Health Facility Revitalisation Grant**” means the Health Facility Revitalisation Grant referred to in Part A of Schedule 5;

“**Human Settlements Development Grant**” means the Human Settlements Infrastructure Grant referred to in Part A of Schedule 5;

“**legislation**” means national legislation or provincial legislation as defined in section 239 of the Constitution;

“**level one accreditation**” means accreditation to render beneficiary management, subsidy budget planning and allocation, and priority programme management and administration, of national housing programmes;

“**level three accreditation**” means an executive assignment to administer all aspects, including financial administration, of national housing programmes;

“**level two accreditation**” means accreditation to render full programme management and administration of all housing instruments and national housing programmes in addition to the responsibilities under a level one accreditation;

“**Municipal Finance Management Act**” means the Local Government: Municipal Finance Management Act, 2003 (Act No. 56 of 2003);

“**next financial year**” means, in relation to—

- (a) a national or provincial department, the year ending 31 March 2015; or
- (b) a municipality, the year ending 30 June 2015;

“**organ of state**” means an organ of state as defined in section 239 of the Constitution;

“**overpayment**” means the transfer of more than the allocated amount of an allocation or the transfer of an allocation not in accordance with a payment schedule;

“**Provincial Roads Maintenance Grant**” means the Provincial Roads Maintenance Grant referred to in Part A of Schedule 4;

“**payment schedule**” means a schedule which sets out—

- (a) the amount of each transfer of an equitable share or any conditional allocation in terms of this Act to be transferred to a province or municipality in the financial year;
- (b) the date on which each transfer must be paid; and
- (c) to whom, and to which bank account, each transfer must be paid;

“**prescribe**” means prescribe by regulation in terms of section 37;

“**primary bank account**” in relation to—

- (a) a province, means a bank account of the Provincial Revenue Fund, envisaged in section 21(2) of the Public Finance Management Act and which the accounting officer of the provincial treasury has certified to the National Treasury; and
- (b) a municipality, means the bank account of the municipality as determined in terms of section 8 of the Municipal Finance Management Act;

“**Public Finance Management Act**” means the Public Finance Management Act, 1999 (Act No. 1 of 1999);

“**Public Transport Operations Grant**” means the Public Transport Operations Grant referred to in Part A of Schedule 4;

“**quarter**” means, in relation to—

- (a) a national or provincial department, the period from—
  - (i) 1 April to 30 June;
  - (ii) 1 July to 30 September;
  - (iii) 1 October to 31 December; or
  - (iv) 1 January to 31 March; or
- (b) a municipality—
  - (i) 1 July to 30 September;
  - (ii) 1 October to 31 December;
  - (iii) 1 January to 31 March; or
  - (iv) 1 April to 30 June;

“**receiving officer**” means, in relation to—

- (a) a Schedule 4, 5, 6 or 7 allocation transferred to a province, the accounting officer of the provincial department which receives that allocation or a portion thereof for expenditure via an appropriation from its Provincial Revenue Fund; or
- (b) a Schedule 4, 5, 6 or 7 allocation transferred or provided in kind to a municipality, the accounting officer of the municipality;

“**receiving provincial department**” in relation to a Schedule 4, 5, 6 or 7 allocation transferred to a province, means the provincial department which receives that allocation or a portion thereof for expenditure via an appropriation from its Provincial Revenue Fund;

“**School Infrastructure Backlogs Grant**” means the School Infrastructure Backlogs Grant referred to in Part A of Schedule 6;

“**Technical Secondary Schools Recapitalisation Grant**” means the Technical Secondary Schools Recapitalisation Grant referred to in Part A of Schedule 5;

“**this Act**” includes any framework or allocation published, or any regulation made in terms of this Act;

“**transferring national officer**” means the accounting officer of a national department that transfers a Schedule 4, 5 or 7 allocation to a province or municipality or spends a Schedule 6 allocation on behalf of a province or municipality;

“**Urban Settlements Development Grant**” means the Urban Settlements Development Grant referred to in Part B of Schedule 4.

(2) Any approval, certification, decision, determination, instruction, notification or request in terms of this Act must be in writing.

**Objects of Act**

2. The objects of this Act are to—
- (a) provide for the equitable division of revenue raised nationally among the three spheres of government;
  - (b) promote predictability and certainty in respect of all allocations to provinces and municipalities, in order that provinces and municipalities may plan their budgets over a multi-year period and thereby promote better coordination between policy, planning and budgeting; and 5
  - (c) promote transparency and accountability in the resource allocation process, by ensuring that all allocations are reflected on the budgets of provinces and municipalities and by ensuring that the expenditure of conditional allocations is reported on by the receiving provincial departments and municipalities. 10

**CHAPTER 2****EQUITABLE SHARE ALLOCATIONS****Equitable division of revenue raised nationally among spheres of government 15**

3. (1) Revenue raised nationally in respect of the financial year must be divided among the national, provincial and local spheres of government for their equitable share allocations as set out in Column A of Schedule 1.

(2) An envisaged division of revenue anticipated to be raised in respect of the next financial year and the 2015/16 financial year, and which is subject to the provisions of the annual Division of Revenue Acts for those financial years, is set out in Column B of Schedule 1. 20

**Equitable division of provincial share among provinces**

4. (1) Each province's equitable share of the provincial share of revenue raised nationally in respect of the financial year is set out in Column A of Schedule 2. 25

(2) An envisaged division for each province of revenue anticipated to be raised nationally in respect of the next financial year and the 2015/16 financial year, and which is subject to the annual Division of Revenue Acts for those financial years, is set out in Column B of Schedule 2.

(3) The National Treasury must transfer each province's equitable share allocation referred to in subsection (1) to the corporation for public deposits account of the province, in accordance with the payment schedule determined in terms of section 22. 30

**Equitable division of local government share among municipalities**

5. (1) Each municipality's share of local government's equitable share of revenue raised nationally in respect of the financial year is set out in Column A of Schedule 3. 35

(2) An envisaged division between municipalities of revenue anticipated to be raised nationally in respect of the next financial year and the 2015/16 financial year, and which is subject to the annual Division of Revenue Acts for those financial years, is set out in Column B of Schedule 3.

(3) The National Treasury must transfer each municipality's equitable share referred to in subsection (1) to the primary bank account of the municipality in three transfers on 5 July 2013, 29 November 2013 and 21 March 2014, in accordance with the payment schedule determined in terms of section 22. 40

**Shortfalls and excess revenue**

6. (1) If the actual revenue raised nationally in respect of the financial year falls short of the anticipated revenue set out in Column A of Schedule 1, the national government bears the shortfall. 45

(2) If the actual revenue raised nationally in respect of the financial year exceeds the anticipated revenue set out in Column A of Schedule 1, the excess accrues to the national government, and may be used to reduce borrowing or pay debt as part of its share of revenue raised nationally.

(3) A portion of national government's equitable share or excess revenue envisaged in subsection (2), may be appropriated through the applicable legislation envisaged in section 12 of the Money Bills Amendment Procedure and Related Matters Act, 2009 (Act No. 9 of 2009), to make further allocations to—

- (a) national departments; or
- (b) provinces or municipalities, as a conditional or an unconditional allocation. 10

### CHAPTER 3

#### CONDITIONAL ALLOCATIONS TO PROVINCES AND MUNICIPALITIES

##### *Part 1*

##### *Conditional allocations*

#### **Conditional allocations to provinces** 15

7. (1) Conditional allocations to provinces for the financial year from the national government's share of revenue raised nationally are set out in—

- (a) Part A of Schedule 4, specifying allocations to provinces to supplement the funding of programmes or functions funded from provincial budgets;
- (b) Part A of Schedule 5, specifying specific-purpose allocations to provinces; 20
- (c) Part A of Schedule 6, specifying allocations-in-kind to provinces for designated special programmes; and
- (d) Part A of Schedule 7, specifying funds that are not allocated to specific provinces, that may be released to provinces to fund disaster response within a period from three days up to three months following a declared disaster in terms of the conditions of the Disaster Management Act, 2002 (Act No. 57 of 2002). 25

(2) An envisaged division of conditional allocations to provinces from the national government's share of revenue anticipated to be raised nationally for the next financial year and the 2015/16 financial year, which is subject to the annual Division of Revenue Acts for those years, is set out in Column B of the Schedules referred to in subsection (1). 30

(3) (a) The Health Facility Revitalisation Grant consists of the Health Infrastructure Grant Component, the Hospital Revitalisation Grant Component and Nursing Colleges and Schools Grant Component. 35

(b) The national transferring officer must submit proposed allocations per grant component for each province to the National Treasury for approval and publication in terms of paragraph (c).

(c) The National Treasury must, within 14 days after this Act takes effect, publish by notice in the *Gazette* the allocations per grant component for every province. 40

(d) Subject to such conditions as the National Treasury may determine, the National Treasury may, on request of the national transferring officer, or in its discretion after consultation with the national transferring officer, approve amendments to the allocations for a grant component for a province.

(e) The approval of an amendment in terms of paragraph (d) takes effect on the date of the notification conveying the approval to the national transferring officer. 45

(f) The national transferring officer must, within 7 days after receipt of the notification referred to in paragraph (e), notify the affected receiving officer of the approval of an amendment in terms of paragraph (d).

(g) The National Treasury must, within 14 days after each quarter, publish by notice in the *Gazette* all amendments approved in terms of paragraph (d) during that quarter. 50



**Conditional allocations to municipalities**

- 8.** (1) Conditional allocations to local government in respect of the financial year from the national government's share of revenue raised nationally are set out in—
- (a) Part B of Schedule 4, specifying allocations to municipalities to supplement the funding of functions funded from municipal budgets; 5
  - (b) Part B of Schedule 5, specifying specific-purpose allocations to municipalities;
  - (c) Part B of Schedule 6, specifying allocations-in-kind to municipalities for designated special programmes; and
  - (d) Part B of Schedule 7, specifying funds that are not allocated to specific municipalities, that may be released to local government or municipalities to fund disaster response within a period from three days up to three months following a declared disaster in terms of the conditions of the Disaster Management Act, 2002 (Act No. 57 of 2002). 10
- (2) An envisaged division of conditional allocations to local government from the national government's share of revenue anticipated to be raised nationally for the next financial year and the 2015/16 financial year, which is subject to the annual Division of Revenue Acts for those years, is set out in Column B of the Schedules referred to in subsection (1). 15
- (3) Funding approved by the National Treasury for specific transport contracts for capital projects from the indicative allocations for the Public Transport Infrastructure Grant listed in Column B of Part B of Schedule 5, may not be altered downwards in the Division of Revenue Acts for the next financial and 2015/16 financial year. 20
- (4) (a) A municipality may only with the approval of the National Treasury pledge, offer as security or commit to a person or institution any envisaged conditional allocation to the municipality for the next financial year and the 2015/16 financial year, for the purpose of securing a loan or any other form of financial or other support from that person or institution. 25
- (b) Before making a decision, the National Treasury must—
- (i) notify the relevant transferring national officer of the approval sought by a municipality and that the officer may submit comment to the National Treasury regarding the approval sought, within five working days after notification or such longer period as the National Treasury may approve; and 30
  - (ii) consider any comment so submitted by the officer.

**Part 2**

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***Duties of accounting officers in respect of Schedule 4 to 7 allocations***

**Duties of transferring national officer in respect of Schedule 4 allocations**

- 9.** (1) The transferring national officer of a Schedule 4 allocation is responsible for—
- (a) ensuring that transfers to all provinces and municipalities are—
    - (i) deposited only into the primary bank account of a province or municipality; and 40
    - (ii) made in accordance with the payment schedule approved in terms of section 22, unless allocations are withheld or stopped in terms of section 17 or 18;
  - (b) monitoring financial and non-financial performance information on programmes partially or fully funded by an allocation, other than the Urban Settlements Development Grant, in accordance with subsection (2) and the requirements of the applicable framework; 45
  - (c) complying with the requirements of the applicable framework;
  - (d) submitting a monthly provincial report on infrastructure expenditure partially or fully funded by the allocation within 30 days after the end of each month to the National Treasury, in the format determined by the National Treasury; 50

- (e) submitting a quarterly non-financial performance report within 45 days after the end of each quarter to the National Treasury in terms of the relevant framework; and
- (f) evaluating the performance of programmes funded or partially funded by the allocation and the submission of such evaluations to the National Treasury, within four months in respect of a provincial department, and six months in respect of a municipality, after the end of the financial year. 5

(2) Any monitoring programme or system that is utilised to monitor financial and non-financial performance information on a programme partially or fully funded by a Schedule 4 allocation must— 10

- (i) be approved by the National Treasury;
- (ii) not impose any excessive administrative responsibility on receiving officers beyond the provision of standard management information;
- (iii) be compatible and integrated with and not unnecessarily duplicate other relevant national, provincial and local systems; and 15
- (iv) support compliance with section 11(2).

#### **Duties of transferring national officer in respect of Schedules 5 and 6 allocations**

**10.** (1) A transferring national officer of a Schedule 5 or 6 allocation must—

- (a) not later than 14 days after this Act takes effect, certify to the National Treasury that— 20
  - (i) frameworks are reasonable and do not impose excessive administrative responsibility on receiving provincial departments and municipalities beyond the provision of standard management information;
  - (ii) monitoring provisions are compatible and integrated with and do not duplicate other relevant national, provincial and local systems; and 25
  - (iii) in respect of a Schedule 5 allocation, any business plans requested in respect of how allocations will be utilised by a province or municipality, as the case may be, have been approved before the start of the financial year;
- (b) in respect of Schedule 5 allocations— 30
  - (i) transfer funds only after receipt of all information required in terms of this Act and submission of all relevant information to the National Treasury;
  - (ii) transfer funds only in accordance with the payment schedule determined in terms of section 22; and 35
  - (iii) deposit funds only into the primary bank account of a province or municipality; and
- (c) ensure that all other provisions of this Act and the relevant framework for the particular allocation necessary for the transfer of an allocation are complied with. 40

(2) The transferring national officer must submit all relevant information and documentation referred to in subsection (1)(a) to the National Treasury within 14 days after this Act takes effect.

(3) A transferring national officer who has not complied with subsection (1), must transfer the allocation in the manner instructed by the National Treasury, including transferring the allocation as an unconditional allocation. 45

(4) Before making the first transfer of any allocation in terms of subsection (1)(b), the transferring national officer must take note of any notice in terms of section 30(1) containing the details of the relevant primary bank accounts.

(5) The transferring national officer of a Schedule 5 allocation to a municipality is responsible for monitoring financial and non-financial performance information on programmes funded by the allocation. 50

(6) Any transferring national officer of a Schedule 5 or 6 allocation must, as part of the reporting envisaged in section 40(4)(c) of the Public Finance Management Act, submit information, in the format determined by the National Treasury, for the month in question, and for the financial year up to the end of that month, on— 55

- (a) the amount of funds transferred to a province or municipality;
- (b) the amount of funds withheld or stopped from any province or municipality, the reasons for the withholding or stopping and the steps taken by the

- transferring national officer and the receiving officer to deal with the matters or causes that necessitated the withholding or stopping of the payment;
- (c) the actual expenditure incurred by the province or municipality in respect of a Schedule 5 allocation;
- (d) the actual expenditure incurred by the transferring national officer in respect of a Schedule 6 allocation; 5
- (e) any matter or information that may be required by the relevant framework for the particular allocation; and
- (f) such other matters as the National Treasury may determine.
- (7) A transferring national officer must submit to the National Treasury— 10
- (a) a monthly provincial report on infrastructure expenditure partially or fully funded by the Health Facility Revitalisation Grant or Technical Secondary Schools Recapitalisation Grant within 30 days after the end of each month, in the format determined by the National Treasury; and
- (b) a quarterly performance report of all programmes partially or fully funded by a Schedule 5 or 6 allocation within 45 days after the end of each quarter, in accordance with the requirements of the relevant framework. 15
- (8) The transferring national officer must evaluate the performance of all programmes partially or fully funded by a Schedule 5 or 6 allocation and submit such evaluations to the National Treasury, within four months in respect of a provincial department, and six months in respect of a municipality, after the end of the financial year. 20
- (9) The transferring national officer for the Human Settlements Development Grant must—
- (a) in consultation with the receiving officer and the National Treasury, determine the allocations for the financial year and the indicative allocations for the next financial year and the 2015/16 financial year from the Human Settlements Development Grant for each municipality that has level one or two accreditation; 25
- (b) submit the allocations and indicative allocations to the National Treasury not later than 28 days after this Act takes effect; and 30
- (c) publish by notice in the *Gazette* the allocations and indicative allocations within 14 days after the submission thereof to the National Treasury.

#### Duties of receiving officer in respect of Schedule 4 allocations

11. (1) The receiving officer of a Schedule 4 allocation is responsible for— 35
- (a) complying with the relevant framework for the Schedule 4 allocation; and
- (b) the manner in which the Schedule 4 allocation received from a national transferring officer is allocated and spent.
- (2) The receiving officer of a municipality must—
- (a) ensure and certify to the National Treasury that the municipality— 40
- (i) indicates each programme partially or fully funded by a Schedule 4 allocation in its annual budget and that the Schedule 4 allocation is specifically and exclusively appropriated in that budget according to the purpose of the allocation; and
- (ii) makes public, in terms of section 21A of the Municipal Systems Act, the conditions and other information in respect of the allocation, to facilitate performance measurement and the use of required inputs and outputs; and 45
- (b) when submitting the municipality's statements in terms of section 71 of the Municipal Finance Management Act for September 2013, December 2013, March 2014 and June 2014, report to the transferring national officer, the relevant provincial treasury and the National Treasury— 50
- (i) in respect of the Urban Settlements Development Grant, on financial performance against the measures defined in its service delivery and budget implementation plan; and
- (ii) in respect of any other Schedule 4 allocation, on financial performance of programmes partially or fully funded by the allocation; and 55
- (c) within 30 days after the end of each quarter, report to the transferring national officer and the National Treasury—
- (i) in respect of the Urban Settlements Development Grant, on non-financial

- performance for that quarter against the measures defined in its service delivery and budget implementation plan; and
- (ii) in respect of any other Schedule 4 allocation, on non-financial performance of programmes partially or fully funded by the allocation.
- (3) The National Treasury must make the report submitted to it in terms of subsection (2)(b) or (c) available to any other national departments that have responsibilities relating to the allocation. 5
- (4) The receiving officer in a province must submit to the relevant provincial treasury and the transferring national officer—
- (a) as part of the report required in section 40(4)(c) of the Public Finance Management Act, reports on financial and non-financial performance of programmes partially or fully funded by a Schedule 4 allocation; 10
- (b) a quarterly non-financial performance report of programmes partially or fully funded by a Schedule 4 allocation within 30 days after the end of each quarter; and 15
- (c) a monthly provincial report on infrastructure programmes partially or fully funded by a Schedule 4 allocation within 15 days after the end of each month, in the format determined by the National Treasury.
- (5) The receiving officer must report on programmes partially or fully funded by a Schedule 4 allocation against the relevant framework in its annual financial statements and annual report. 20
- (6) (a) The receiving officer must, within two months after the end of the financial year, evaluate the financial and non-financial performance of the province or municipality, as the case may be, in respect of programmes partially or fully funded by a Schedule 4 allocation and submit such evaluation to the transferring national officer and the relevant provincial treasury. 25
- (b) A municipality that receives the Urban Settlements Development Grant must report financial and non-financial performance information against its capital budget in terms of section 71 of the Municipal Finance Management Act.
- (c) The reporting on performance with respect to the Urban Settlements Development Grant must be based on the infrastructure budget and service delivery and budget implementation plan of the municipality concerned. 30

#### **Duties of receiving officer in respect of Schedule 5 or 7 allocations**

- 12.** (1) The receiving officer of a Schedule 5 or 7 allocation must ensure compliance with the relevant framework. 35
- (2) The relevant receiving officer must, in respect of a Schedule 5 or 7 allocation transferred to—
- (a) a province, as part of the report required in section 40(4)(c) of the Public Finance Management Act, report on the matters referred to in subsection (3) and submit a copy of that report to the relevant provincial treasury and the transferring national officer; 40
- (b) a municipality, as part of the report required in terms of section 71 of the Municipal Finance Management Act, report on the matters referred to in subsection (4) and submit a copy of that report to the relevant provincial treasury, the National Treasury and the relevant transferring national officer; and 45
- (c) a province or a municipality, submit a quarterly non-financial performance report within 30 days after the end of each quarter to the transferring national officer and the relevant provincial treasury.
- (3) A report for a province in terms of subsection (2)(a) must set out for that month and for the financial year up to the end of that month— 50
- (a) the amount received by the province;
- (b) the amount of funds stopped or withheld from the province;
- (c) the actual expenditure by the province in respect of Schedule 5 and 7 allocations; 55
- (d) the amount transferred to any national or provincial public entity to implement a programme funded by a Schedule 5 allocation on behalf of a province or to assist the province in implementing such a programme;
- (e) the available figures regarding the expenditure by a public entity referred to in paragraph (d); 60

- (f) the extent of compliance with this Act and with the conditions of an allocation provided for in a framework, based on the available information at the time of reporting;
- (g) an explanation of any material problems experienced by the province regarding an allocation which has been received and a summary of the steps taken to deal with such problems; 5
- (h) any matter or information that may be prescribed in the relevant framework for the particular allocation; and
- (i) such other issues and information as the National Treasury may determine.
- (4) A report for a municipality in terms of subsection (2)(b) must set out for that month and for the financial year up to the end of that month— 10
- (a) the amount received by the municipality;
- (b) the amount of funds stopped or withheld from the municipality;
- (c) the extent of compliance with this Act and with the conditions of an allocation or part of an allocation provided for in a framework; 15
- (d) an explanation of any material problems experienced by the municipality regarding an allocation which has been received and a summary of the steps taken to deal with such problems;
- (e) any matter or information that may be determined in the relevant framework for the particular allocation; and 20
- (f) such other matter and information as the National Treasury may determine.
- (5) A receiving officer must, within two months after the end of the financial year, evaluate the performance in respect of programmes or functions partially or fully funded by an allocation and submit such evaluation to the transferring national officer and the relevant provincial treasury. 25
- (6) The receiving officer of the Human Settlements Development Grant must, in consultation with the transferring national officer, publish in the *Gazette* within 14 days after this Act takes effect, the planned expenditure from the Human Settlements Development Grant, for the financial year, the next financial and the 2015/16 financial year per municipality with level one or level two accreditation, separately indicating the expenditure to be undertaken directly by the province, and transfers to each municipality. 30

#### **Duties of receiving officer in respect of infrastructure conditional allocations to provinces**

- 13.** (1) The receiving officer of the Education Infrastructure Grant, Health Facility Revitalisation Grant or Provincial Roads Maintenance Grant must— 35
- (a) within 14 days after this Act takes effect, publish in the provincial *Gazette* a list of infrastructure projects for education, health and roads that will require full or partial funding from conditional allocations from the next financial year and the 2015/16 financial year, in the format determined by the National Treasury; 40
- (b) within seven days after the publication, submit the published list to the national transferring officer and the National Treasury; and
- (c) publish in the provincial *Gazette* any amendment to the list and submit it to the national transferring officer, the provincial treasury and the National Treasury. 45
- (2) The receiving officer of the Education Infrastructure Grant, Health Facility Revitalisation Grant or Provincial Roads Maintenance Grant must—
- (a) within 14 days after this Act takes effect or another date approved by the National Treasury, submit to the transferring national officer and the National Treasury, the approved organisational structure of the affected provincial department that— 50
- (i) complies with the Public Service Act, 1994 (Proclamation No. 103 of 1994), applicable to infrastructure delivery in the sector; and
- (ii) includes an indication of the number of— 55
- (aa) posts per profession and the highest educational qualifications of the incumbent and years of experience in the management or operationalisation of infrastructure in the public sector; and

- (bb) vacancies and existing positions filled;
- (b) report on all infrastructure expenditure partially or fully funded by the grant to the transferring national officer and the National Treasury in the format determined by the National Treasury;
- (c) maintain a database of every contract that is fully or partially funded by the grant and, if the contract is above the prescribed tender value, ensure that it is recorded in the register of projects in terms of section 22(3) of the Construction Industry Development Board Act, 2000 (Act No. 38 of 2000);
- (d) ensure that infrastructure projects comply with construction industry best practise standards and guidelines, as identified and approved by the National Treasury; and
- (e) within two months after the end of the financial year—
- (i) evaluate the financial and non-financial performance of the province in respect of programmes partially or fully funded by the grant based on the infrastructure budget of the province; and
  - (ii) submit the evaluation to the transferring national officer, the relevant provincial treasury and the National Treasury.

#### **Duties in respect of annual financial statements and annual reports for 2013/14**

- 14.** (1) The 2013/14 financial statements of a national department responsible for transferring an allocation in Schedule 4, 5 or 7 must, in addition to any requirement of any other legislation—
- (a) indicate the total amount of that allocation transferred to a province or municipality;
  - (b) indicate any transfer withheld or stopped in terms of section 17 or 18 in respect of each province or municipality;
  - (c) indicate any reallocations by the National Treasury in terms of section 19;
  - (d) certify that all transfers to a province or municipality were deposited into the primary bank account of a province or municipality; and
  - (e) indicate the funds, if any, utilised for the administration of the allocation by the receiving officer.
- (2) The 2013/14 annual report of a national department responsible for transferring an allocation in Schedule 4, 5 or 7 must, in addition to any requirement of any other legislation indicate—
- (a) the reasons for the withholding or stopping of any transfers to a province or municipality in terms of section 17 or 18;
  - (b) to what extent provinces or municipalities were monitored for compliance with this Act;
  - (c) to what extent the allocation achieved its objectives and outputs; and
  - (d) any non-compliance with this Act, and the steps taken to address such non-compliance.
- (3) The 2013/14 financial statements of a provincial department responsible for receiving an allocation in Schedule 4, 5 or 7 must, in addition to any requirement of any other legislation—
- (a) indicate the total amount of all allocations received;
  - (b) indicate the total amount of actual expenditure on all allocations except Schedule 4 allocations; and
  - (c) certify that all transfers of allocations in Schedule 4, 5 and 7 to the province were deposited into the primary bank account of the province.
- (4) The 2013/14 annual report of a provincial department receiving an allocation in Schedule 4, 5 or 7 must, in addition to any requirement of any other legislation—
- (a) indicate to what extent the provincial department complied with this Act;
  - (b) indicate the steps taken to address non-compliance with this Act;

- (c) indicate the extent to which the objectives and outputs of the allocation were achieved;
  - (d) contain any other information that may be specified in the relevant framework for the allocation; and
  - (e) contain such other information as the National Treasury may determine. 5
- (5) The 2013/14 financial statements and annual report of a municipality receiving an allocation in Schedule 4, 5 or 7 must be prepared in accordance with the Municipal Finance Management Act.
- (6) The National Treasury may determine how transferring departments and receiving municipalities report on allocations to municipalities on a quarterly basis, to facilitate the audit of allocations for the financial year. 10

### **Part 3**

#### **Matters relating to Schedule 4 to 7 allocations**

##### **Publication of allocations and frameworks**

- 15 **15.** (1) The National Treasury must, within 14 days after this Act takes effect, publish by notice in the *Gazette*—
- (a) the allocations per municipality for Part B of Schedule 5 allocations;
  - (b) the indicative allocations per municipality for Part B of Schedule 6 allocations; and
  - (c) the framework for each allocation in Schedules 4 to 7. 20
- (2) For purposes of correcting an error or omission in an allocation or framework published in terms of subsection (1), the National Treasury must—
- (a) after consultation with or at the written request of a transferring national officer; and
  - (b) in the case of a proposed amendment of a framework, after submitting the proposed amendment to Parliament for comment for a period of 14 days when Parliament is in session, 25
- by notice in the *Gazette* amend the affected allocation or framework.
- (3) An amendment in terms of subsection (2) takes effect on the date of publication of the notice in the *Gazette*. 30

##### **Expenditure in terms of purpose and subject to conditions**

16. (1) Despite anything to the contrary in any other legislation, an allocation referred to in Schedules 4 to 7 may only be utilised for the purpose stipulated in the Schedule concerned and in accordance with the applicable framework.
- (2) A receiving officer may not transfer any Schedule 5 allocation thereof to any other entity or other sphere of government for the performance of a function envisaged in terms of the allocation, unless the receiving officer and that entity or other sphere of government, with the approval of the National Treasury, agreed to a payment schedule and— 35
- (a) it is a transfer that is approved in the budget of the receiving provincial department or municipality or the applicable framework; 40
  - (b) it is a payment for services rendered or goods received, which services or goods were procured in accordance with the supply chain management policy or procurement policy of the relevant province or municipality and for which adequate documentation for payment has been received; or 45
  - (c) in the case of an advance payment or a transfer which is not consistent with the budget of the receiving provincial department or municipality— 45
    - (i) the receiving officer has certified to the National Treasury that the transfer is not an attempt to artificially inflate its expenditure estimates and that there are good reasons for the advance payment or transfer; and 50
    - (ii) the National Treasury has approved the advance payment or transfer.
- (3) For purposes of the implementation of a Schedule 6 allocation to a municipality—
- (a) Eskom Holdings Limited may receive funds directly from the transferring national officer of the Department of Energy;

- (b) a water board, as defined in section 1 of the Water Services Act, 1997 (Act No. 108 of 1997), may receive funds directly from the transferring national officer of the Department of Water Affairs or the Department of Human Settlements.
- (4) (a) For purposes of the Human Settlements Development Grant, a receiving officer and a municipality with level one, two or three accreditation as at 1 April 2013, must, by the date determined by the National Treasury, comply with subsection (2) by—
- (i) entering into a payment schedule; and
  - (ii) submitting the payment schedule to the National Treasury for approval.
- (b) If a municipality receives accreditation after 1 April 2013, the National Treasury may approve that paragraph (a) applies.
- (c) If the transfer of the Human Settlements Development Grant to a municipality with level three accreditation is withheld or stopped in terms of section 17 or 18, the receiving officer must request the National Treasury to amend the payment schedule in terms of section 23.
- (5) If a function fully or partially funded by the Human Settlements Development Grant is assigned by a province to a municipality having a level 3 accreditation, as envisaged in section 10 of the Local Government: Municipal Systems Act, 2000 (Act No. 32 of 2000)—
- (a) funds from that Grant for the province for the function must be stopped in terms of section 18 and reallocated in terms of section 19 to the municipality which has been assigned the function;
  - (b) any project or contract regarding the function must, if possible, be finalised by the province before the date the function is assigned and, if not finalised, the province must notify the relevant municipality and the National Treasury;
  - (c) any project or contract regarding the function not finalised at the date at which the function is assigned, must be subjected to an external audit and the province and the municipality must enter into an agreement to cede to the municipality all contracts related to the function;
  - (d) money that is retained by the province for any contract related to the function that is not ceded to the municipality must be spent by 31 March 2014 and will not be available in terms of section 30 of the Public Finance Management Act or section 28(6)(c); and
  - (e) the receiving officer of the province must submit to the national transferring officer and the National Treasury a list of liabilities attached to the function, that were not transferred to the municipality within seven days after the function is assigned to provide for the adjustment of the applicable allocations.
- (6) Subsection (5) applies, with the necessary changes, if a function that is fully or partially funded by the Public Transport Operations Grant, is assigned by a province to a municipality, as envisaged in section 10 of the Local Government: Municipal Systems Act, 2000.
- (7) A project funded by the Human Settlements Development Grant that is initiated after 1 April 2013, must be done in terms of an agreement with the municipality and aligned to the allocations for the municipality in the applicable framework.

#### **Withholding of allocation**

- 17.** (1) Subject to subsections (2) and (3), a transferring national officer may withhold the transfer of a Schedule 4 or 5 allocation, or any portion thereof, for a period not exceeding 30 days, if—
- (a) the province or municipality does not comply with any provision of this Act;
  - (b) roll-overs of conditional allocations approved by the National Treasury in terms of section 21 have not been spent; or
  - (c) expenditure on previous transfers during the financial year reflects significant under-expenditure, for which no satisfactory explanation is given.



(2) If an allocation is withheld in terms of subsection (1), it suspends the applicable payment schedule approved in terms of section 22(3) until it is amended in terms of section 23(1).

(3) The amount withheld in terms of this section in the case of the Health Professions Training and Development Grant and the National Tertiary Services Grant listed in Part A of Schedule 4 may not exceed five per cent of the next transfer as contained in the relevant payment schedule. 5

(4) A transferring national officer must, at least seven working days before withholding an allocation in terms of subsection (1)—

(a) give the relevant receiving officer— 10

(i) notice of the intention to withhold the allocation; and

(ii) an opportunity to submit written representations as to why the allocation should not be withheld; and

(b) inform the relevant provincial treasury and the National Treasury, and in respect of any conditional allocation to a municipality, also the provincial department responsible for local government. 15

(5) A notice envisaged in subsection (4) must include the reasons for withholding the allocation and the intended duration of the withholding to inform the amendment of the payment schedule in terms of section 23.

(6) (a) The National Treasury may instruct, or approve a request from, the transferring national officer to withhold an allocation in terms of subsection (1) for a period longer than 30 days, but not exceeding 120 days, if the withholding will— 20

(i) facilitate compliance with this Act; or

(ii) minimise the risk of under-spending.

(b) When requesting the withholding of an allocation in terms of this subsection, a transferring national officer must submit to the National Treasury proof of compliance with subsection (4) and any representations received from the receiving officer. 25

(c) The transferring national officer must again comply with subsection (4) when the National Treasury instructs or approves a request by the transferring national officer in terms of paragraph (a). 30

### Stopping of allocation

18. (1) Despite section 17, the National Treasury may, in its discretion or at the request of a transferring national officer, or a receiving officer, stop the transfer of a Schedule 4 or 5 allocation, or a portion thereof, to a province or municipality—

(a) on the grounds of persistent and material non-compliance with this Act; 35

(b) if the National Treasury anticipates that a province or municipality will substantially under-spend on that programme or allocation in the financial year;

(c) if a function is assigned from a province to a municipality, as envisaged in section 10 of the Local Government: Municipal Systems Act, 2000; or 40

(d) if a province implementing an infrastructure project does not comply with construction industry best practise standards and guidelines, as identified and approved by the National Treasury.

(2) Except where a function is assigned from a province to a municipality, the National Treasury must, before stopping an allocation in terms of this section— 45

(a) comply with section 17(4)(a), and in respect of a municipality, also with section 38 of the Municipal Finance Management Act; and

(b) inform the relevant provincial treasury of its intention to stop the allocation.

(3) The National Treasury must give notice in the *Gazette* of the stopping of an allocation in terms of this section and include in the notice the effective date of, and reason for, the stopping. 50

(4) (a) The National Treasury may, by notice in the *Gazette*, approve that an allocation or any portion of such allocation stopped in terms of this section, be utilised to meet any outstanding statutory or contractual financial commitment of the province or municipality in question. 55

(b) The utilisation of funds envisaged in this subsection is a direct charge against the National Revenue Fund.

### Reallocation of funds

19. (1) (a) When a Schedule 4 or 5 allocation or a portion thereof is stopped in terms of section 18, the National Treasury may, after consultation with the transferring national officer and the relevant provincial treasury, determine that the allocation or a portion thereof be reallocated, as the same type of allocation as it was allocated originally, to one or more provinces or municipalities, on condition that the allocation must be spent in the financial year or the next financial year. 5

(b) The National Treasury must—

- (i) give notice in the *Gazette* of a reallocation; and
- (ii) provide a copy of the notice to the transferring national officer and each affected receiving officer. 10

(c) The reallocation of an allocation or a portion thereof on condition that it must be spent in the next financial year, must be regarded as a roll-over approved by the National Treasury in terms of section 21(2), and any regulations regarding the process for roll-overs, made in terms of section 76 of the Public Finance Management Act, do not apply. 15

(2) (a) When an intervention in terms of section 100 or 139 of the Constitution or section 137, 139 or 150 of the Municipal Finance Management Act takes place, the National Treasury may, despite subsection (1) and on such conditions as it may determine, authorise, in relation to— 20

- (i) section 100 of the Constitution, the transferring national officer to spend an allocation stopped in terms of section 18 on behalf of the relevant province;
- (ii) section 139 of the Constitution or sections 137 and 139 of the Municipal Finance Management Act, the intervening province to spend an allocation stopped in terms of section 18 on behalf of the relevant municipality; or 25
- (iii) section 150 of the Municipal Finance Management Act, the relevant transferring national officer to spend an allocation stopped in terms of section 18 on behalf of the relevant municipality.

(b) An allocation that is spent by the transferring national officer or intervening province referred to in paragraph (a) must, for the purposes of this Act, be regarded as a Schedule 6 allocation from the date on which the authorisation is given. 30

(3) When a function is assigned by a province to a municipality, as envisaged in section 10 of the Local Government: Municipal Systems Act, 2000 (Act No. 32 of 2000), the National Treasury must, after consultation with the transferring national officer, determine the portion of the allocation to be reallocated in terms of subsection (1). 35

(4) (a) If it is unlikely that a conditional allocation related to infrastructure in Schedule 4, 5 or 6, or a portion thereof, will be spent by the end of the financial year, the National Treasury may, after consultation with the national transferring officer and the national department responsible for local government, authorise that any part of the likely unspent portion of the allocation be reallocated to pay for the reconstruction and rehabilitation of infrastructure damage caused by a disaster. 40

(b) The reallocated funds must be utilised in the financial year and for the same conditional allocation and the same province or municipality to which the allocation was originally made. 45

(c) The national transferring officer must determine the conditions for spending the reallocated funds, after consultation with the national department responsible for local government and with the approval of the National Treasury.

### Conversion of allocations

20. (1) If satisfied that— 50

- (a) the conversion will prevent under-expenditure or improve the level of service delivery on the allocation in question; and
- (b) the affected national or provincial department or municipality has demonstrated the capacity to implement projects,

the National Treasury may, in its discretion or at the request of the transferring national officer and the affected receiving officer, convert any portion of— 55

- (i) an allocation listed in Part B of Schedule 5 to one listed in Part B of Schedule 6;
- (ii) an allocation listed in Part B of Schedule 6 to one listed in Part B of Schedule 5;
- (iii) the School Infrastructure Backlogs Grant to the Education Infrastructure Grant; or
- (iv) the National Health Grant listed in Part A of Schedule 6 to the relevant component of the Health Facility Revitalisation Grant or the National Health Insurance Grant listed in Part A of Schedule 5. 60

- (2) Any portion of an allocation converted in terms of subsection (1) must be utilised for the same province or municipality to which the allocation was originally made.
- (3) The National Treasury must—
- (a) give notice in the *Gazette* of a conversion in terms of subsection (1); and
  - (b) provide a copy of the notice to the transferring national officer and each affected receiving officer. 5
- (4) A conversion in terms of subsection (1) takes effect on the date of publication of the notice in terms of subsection (3)(a).

#### Unspent conditional allocations

21. (1) Despite anything to the contrary in the Public Finance Management Act or the Municipal Finance Management Act, any conditional allocation, or a portion thereof, that is not spent at the end of the financial year reverts to the National Revenue Fund, unless the roll-over of the allocation is approved in terms of subsection (2). 10
- (2) The National Treasury may, at the request of a transferring national officer, receiving officer or provincial treasury, approve a roll-over of a conditional allocation to the next financial year if the unspent funds are committed to identifiable projects. 15
- (3) (a) The receiving officer must ensure that any funds that must revert to the National Revenue Fund in terms of subsection (1), are paid into that Fund.
- (b) The receiving officer must—
- (i) in the case of a provincial department, request the rollover of unspent funds through its provincial treasury; and 20
  - (ii) inform the transferring national officer of all processes regarding the request.
- (4) The National Treasury may, in accordance with subsection (5), offset any funds which must revert to the National Revenue Fund in terms of subsection (1), but which have not yet been paid into that Fund— 25
- (a) in the case of a province, against future advances for conditional allocations to that province; or
  - (b) in the case of a municipality, against future advances for the equitable share or conditional allocations to that municipality.
- (5) Before any funds are offset in terms of subsection (4), the National Treasury must give the relevant transferring national officer, province or municipality— 30
- (a) notice of the intention to offset amounts against future advances for allocations; and
  - (b) an opportunity, within 14 days of receipt of the notice, to— 35
    - (i) submit written representations and other written proof that the allocation, or a portion thereof, was either spent in terms of the relevant framework or is committed to identifiable projects;
    - (ii) propose alternative means acceptable to the National Treasury by which the unspent allocations can be paid into the National Revenue Fund; and
    - (iii) propose an alternative payment schedule in terms of which the unspent allocations will be paid into the National Revenue Fund. 40
- (6) A notice referred to in subsection (5) must include the intended amount to be offset against allocations and the reasons for offsetting the amounts.

#### Part 4

#### *Matters relating to Schedule 1 to 7 allocations* 45

#### Payment schedule

22. (1) (a) The National Treasury must, after consultation with the accounting officer of the provincial treasury, determine the payment schedule for the transfer of a province's equitable share allocation.
- (b) In determining the payment schedule, the National Treasury must take into account the monthly expenditure commitments of provinces and seek to minimise risk and debt servicing costs for national and provincial government.
- (c) Despite paragraph (a), the National Treasury may, for cash management purposes relating to the corporation for public deposits account or when an intervention in terms of section 100 of the Constitution takes place, on such conditions as it may determine, 55

advance funds to a province in respect of its equitable share or a portion of it which has not yet fallen due for transfer in terms of the payment schedule.

(d) Any advances in terms of paragraph (c) must be offset against transfers to the province which would otherwise become due in terms of the payment schedule.

(2) (a) The National Treasury must, after consultation with the accounting officer of the national department responsible for local government, determine the payment schedule for the transfer of a municipality's equitable share allocation. 5

(b) Despite paragraph (a), National Treasury may approve a request or direct that the equitable share or a portion of the equitable share which has not yet fallen due for transfer in terms of the payment schedule, be advanced to a municipality— 10

(i) after consultation with the accounting officer of the national department responsible for local government;

(ii) for purposes of cash management in the municipality or an intervention in terms of section 139 of the Constitution or section 137, 139 or 150 of the Municipal Finance Management Act; and 15

(iii) on such conditions as it may determine.

(c) Any advances in terms of paragraph (b) must be offset against transfers to the municipality which would otherwise become due in terms of the payment schedule.

(3) (a) Subject to section 27(1), the National Treasury must, within 14 days after this Act takes effect, approve the payment schedule for the transfer of an allocation listed in Schedule 4 or 5 to a province or municipality. 20

(b) The transferring national officer of a Schedule 4 or 5 allocation must submit a payment schedule to the National Treasury for approval before the first transfer is made.

(c) Before the submission of a payment schedule in terms of paragraph (b), the transferring national officer must, in relation to— 25

(i) a Schedule 4 allocation, consult the relevant receiving officer; and

(ii) a Schedule 5 allocation, consult the relevant province or municipality.

(d) The National Treasury must determine the requirements regarding payment schedules for the transfer of allocations listed in Schedule 6.

(4) The transferring national officer of a Schedule 4 or 5 allocation must provide the receiving officer and the relevant provincial treasury with a copy of the approved payment schedule before making the first transfer in terms thereof. 30

(5) The transfer of a Schedule 4 or 5 allocation to a municipality must accord with the financial year.

#### **Amendment of payment schedule** 35

**23.** (1) (a) Subject to subsection (2), a transferring national officer of a Schedule 4 or 5 allocation must, within seven days of the withholding or stopping of an allocation in terms of section 17 or 18, submit an amended payment schedule to the National Treasury for approval.

(b) No transfers may be made until the National Treasury has approved the amended payment schedule. 40

(2) For purposes of better debt and cash-flow management or addressing financial mismanagement or financial misconduct or slow or accelerated expenditure, the National Treasury may amend any payment schedule for an allocation listed in Schedule 2, 3, 4 or 5, after notifying, in the case of— 45

(a) an allocation to a province, the accounting officer of the provincial treasury in question;

(b) an allocation to a municipality, the accounting officer of the national department responsible for local government;

(c) a Schedule 4 or 5 allocation, the relevant transferring national officer. 50

(3) A payment schedule amended in terms of subsection (1) or (2) must take into account—

(a) the monthly expenditure commitments of provinces or municipalities;

(b) the revenue at the disposal of provinces or municipalities; and

(c) the minimisation of risk and debt servicing costs for all three spheres of government. 55

(4) The transferring national officer must immediately inform the receiving officer of any amendment to a payment schedule in accordance with subsection (1) or (2).

## CHAPTER 4

### MATTERS RELATING TO ALL ALLOCATIONS

#### Transfers made in error or fraudulently

24. (1) Despite anything to the contrary in any legislation, the transfer of an allocation that is an overpayment to a province, municipality or public entity, made in error or fraudulently, is regarded as not legally due to that province, municipality or public entity, as the case may be. 5

(2) The responsible transferring national officer must, without delay, recover an overpayment referred to subsection (1), unless an instruction has been issued in terms of subsection (3). 10

(3) The National Treasury may instruct that the recovery referred to in subsection (2) be effected by set-off against future transfers to the affected province, municipality or public entity in terms of a payment schedule.

#### New allocations during financial year and Schedule 7 allocations

25. (1) If further allocations are made to provinces or municipalities, as envisaged in terms of section 6(3), the National Treasury must, before the transfer of any funds to a province or municipality, by notice in the *Gazette* and as applicable— 15

(a) amend any allocation or framework published in terms of section 15(1), as amended in terms of section 15(2);

(b) publish the allocation per municipality for any new Part B of Schedule 5 allocation or the indicative allocation per municipality for any new Part B of Schedule 6 allocation; or 20

(c) publish a framework for any new Schedule 4, 5, 6 or 7 allocation.

(2) Section 15(2) and (3) applies with the necessary changes to allocations and frameworks published in terms of subsection (1). 25

(3) (a) The transferring national officer may, with the approval of the National Treasury, transfer a Schedule 7 allocation to a province or municipality.

(b) The transferring national officer must notify the relevant provincial treasury and the National Treasury within 14 days of a transfer of a Schedule 7 allocation to a province or municipality. 30

(c) The National Treasury must publish a Schedule 7 allocation by notice in the *Gazette* within 21 days after being notified in terms of paragraph (b).

(d) Schedule 7 allocations must be appropriated either in the provincial adjustments appropriation legislation, municipal adjustments budgets or other appropriation legislation. 35

#### Preparations for next financial year and 2015/16 financial year

26. (1) (a) A category C municipality that receives a conditional allocation in terms of this Act must, using the indicative conditional allocations to that municipality for the next financial year and the 2015/16 financial year as set out in Column B of the Schedules to this Act, by 2 October 2013— 40

(i) agree on the provisional allocations and the projects to be funded from those allocations in the next financial year and the 2015/16 financial year with each category B municipality within the category C municipality's area of jurisdiction; and

(ii) submit to the transferring national officer— 45

(aa) the provisional allocations referred to in subparagraph (i); and

(bb) the projects referred to in subparagraph (i), listed per municipality to be funded from the allocations for the next financial year and the 2015/16 financial year.

(b) If a category C municipality and a category B municipality cannot agree on the allocations and projects referred to in paragraph (a), the category C municipality must request the relevant transferring national officer to facilitate agreement. 50

(c) The transferring national officer must take all necessary steps to facilitate agreement as soon as possible, but no later than 60 days after receiving a request referred to in paragraph (b). 55

(d) Any proposed amendment or adjustment of the allocations that is intended to be published in terms of section 29(3)(b) must be agreed with the relevant category B municipality, the transferring national officer and the National Treasury, before publication and the submission of the allocations referred to in paragraph (a)(ii).

(e) If agreement is not reached between the category C municipality and the category B municipality on the provisional allocations and projects referred to in paragraph (a) before 2 October 2013, the National Treasury may determine the provisional allocations and provide those provisional allocations to the municipalities concerned and the transferring national officer. 5

(f) (i) The final allocations based on the provisional allocations referred to in paragraph (a)(i) and (ii) and (e) must be submitted to the National Treasury by 6 December 2013. 10

(ii) If the transferring national officer fails to submit the allocations referred to in subparagraph (i) by 6 December 2013, the National Treasury may determine the appropriate allocations, taking into consideration the indicative allocations for the next financial year. 15

(2) (a) The transferring national officer of a conditional allocation, using the indicative conditional allocations for the next financial year and the 2015/16 financial year as set out in Column B of the Schedules to this Act, must, by 2 October 2013, submit to the National Treasury for approval— 20

(i) the provisional allocations to each province or municipality in respect of new conditional allocations to be made in the next financial year;

(ii) any amendments to the indicative allocations for each province or municipality set out in Column B of the Schedules in respect of existing conditional allocations; and 25

(iii) the draft frameworks for the allocations referred to in subparagraphs (i) and (ii) in the format to be determined by the National Treasury.

(b) Any proposed amendment or adjustment for the next financial year of the allocation criteria of an existing conditional allocation must be agreed with the National Treasury before the submission of the provisional allocations and draft frameworks referred to in paragraph (a)(ii) and (iii). 30

(c) If the transferring national officer fails to comply with paragraph (a) by 2 October 2013, the National Treasury may determine—

(i) the provisional allocations in paragraph (a)(i);

(ii) any amendments to the indicative allocations contemplated in paragraph (a)(ii); and 35

(iii) the draft frameworks for the allocations referred to in paragraph (a)(iii), and submit that information to the relevant provinces or municipalities.

(d) (i) The final allocations based on the provisional allocations referred to in paragraph (a)(i) and (ii) must be submitted to the National Treasury by 6 December 2013. 40

(ii) If the transferring national officer fails to submit the allocations referred to in subparagraph (i) by 6 December 2013, the National Treasury may determine the appropriate allocations, taking into consideration the indicative allocations for the next financial year. 45

(3) The National Treasury may, in preparation for the next financial year, instruct transferring national officers and receiving officers to submit to it such plans and information for any conditional allocation as it may determine at specified times before the start of the next financial year.

(4) (a) For purposes of the Education Infrastructure or Health Facility Revitalisation Grant in the 2015/16 financial year, the accounting officer of the relevant provincial department must, in the format determined by the National Treasury, submit to the national transferring officer and the National Treasury, by— 50

(i) 5 July 2013, a document setting out the roles and responsibilities of the relevant provincial departments regarding infrastructure delivery, approved by the Executive Council of the province; 55

(ii) 26 July 2013, a user asset management plan for all infrastructure programmes for the financial, next financial and 2015/16 financial years; and

(iii) 20 September 2013, an infrastructure programme management plan and construction procurement strategy for infrastructure programmes envisaged to commence in the 2015/16 financial year. 60

(b) The National Treasury must, by 6 December 2013, notify the national transferring officer and the affected provincial departments which infrastructure programmes and projects it will propose for full or partial funding through the grant in the financial years in question.

#### **Transfers before commencement of Division of Revenue Acts for 2013 and 2014** 5

**27.** (1) If an amount of an allocation is transferred in terms of section 27 of the Division of Revenue Act, 2012, before this Act takes effect, the amount is, with the changes required by the context, subject to the applicable framework for the 2012/13 financial year and the other requirements of the Division of Revenue Act, 2012, as if it is an amount of an allocation for the 2012/13 financial year. 10

(2) Despite sections 3(2), 7(2) and 8(2), if the annual Division of Revenue Act for the next financial year has not commenced before or on 1 April 2014, the National Treasury may determine that an amount not exceeding 45 per cent of the total amount of each allocation made in terms of section 3(1), 7(1) or 8(1) be transferred to the relevant province or municipality as a direct charge against the National Revenue Fund. 15

(3) If an amount of an allocation, made in terms of section 7(1) or 8(1), is transferred in terms of subsection (2), the amount is, with the changes required by the context, subject to the applicable framework for the 2013/14 financial year and the other requirements of this Act as if it is an amount of an allocation for the 2013/14 financial year. 20

### **CHAPTER 5**

#### **DUTIES AND POWERS OF MUNICIPALITIES, PROVINCIAL TREASURIES AND NATIONAL TREASURY**

##### **Duties of municipalities**

**28.** (1) (a) In addition to the requirements of the Municipal Finance Management Act, the accounting officer of a category C municipality must, within 14 days after this Act takes effect, submit to the National Treasury and all category B municipalities within that municipality's area of jurisdiction, the budget, as tabled in accordance with section 16 of the Municipal Finance Management Act, for the 2013/14 financial year and the two following financial years. 25 30

(b) The budget must indicate all allocations from its equitable share and conditional allocations to be transferred to each category B municipality within the category C municipality's area of jurisdiction and disclose the criteria for allocating funds between the category B municipalities.

(2) A category C municipality that is providing a municipal service must, before implementing any capital project for water, electricity, roads or any other municipal service, consult the category B municipalities within whose area of jurisdiction the project will be implemented, and agree in writing which municipality is responsible for the operational costs and the collection of user fees. 35

(3) A category C municipality must ensure that it does not duplicate a function currently performed by a category B municipality and must transfer funds for the provision of services, including basic services, to the relevant category B municipality that is providing municipal services, despite the fact that— 40

(a) the category C municipality retains the power or function in terms of the Municipal Structures Act; and 45

(b) a service delivery agreement for the provision of services by the category B municipality on behalf of the category C municipality has not been concluded.

(4) A category B municipality which is not authorised to perform a function in terms of the Municipal Structures Act may not extend the scope or type of services that it currently provides, without— 50

(a) entering into a service delivery agreement with the category C municipality which is authorised to perform the function in terms of the Municipal Structures Act; or

(b) obtaining authorisation to perform the function in terms of the Municipal Structures Act. 55

(5) (a) A category C municipality and a category B municipality must, before the commencement of a financial year, agree to a payment schedule in respect of the allocations referred to in subsection (1)(b) to be transferred to the category B municipality in that financial year, and the category C municipality must submit that payment schedule to the National Treasury before the commencement of the financial year. 5

(b) A category C municipality must make transfers in accordance with the payment schedule submitted in terms of paragraph (a).

(6) (a) The National Treasury may withhold or stop any allocation to the category C municipality and reallocate the allocation to the relevant category B municipalities if a category C municipality fails to— 10

- (i) make allocations referred to in subsection (1)(b);
- (ii) reach an agreement envisaged in subsection (2); or
- (iii) submit a payment schedule in accordance with subsection (5)(a).

(b) Sections 17(3) and 18(3) and (4) of this Act and section 216 of the Constitution 15 apply, with the necessary changes, to the withholding or stopping of an allocation in accordance with paragraph (a).

(c) The National Treasury may, where it stops an allocation in terms of this section, after consultation with the transferring national officer, determine that a portion of the allocation that will not be spent, be reallocated to one or more municipalities, on condition that the allocation will be spent in the financial year or the next financial year. 20

(7) A municipality must ensure that any allocation made to it in terms of this Act, or by a province or another municipality, that is not reflected in its budget as tabled in accordance with section 16 of the Municipal Finance Management Act, is reflected in its budget to be considered for approval in accordance with section 24 of the Municipal Finance Management Act. 25

(8) A municipality with a level three accreditation for the Human Settlements Development Grant must—

- (a) ensure that it reports on financial and non-financial performance related to the requirements specified in the relevant framework; and 30
- (b) submit the reports to the receiving officer, the transferring national officer and the National Treasury.

#### **Duties and powers of provincial treasuries**

**29.** (1) The provincial treasury must reflect allocations in Part A of Schedule 5 to the province separately in the appropriation Bill of the province. 35

(2) (a) The provincial treasury must, on the same day that its budget is tabled in the provincial legislature, or a later date approved by the National Treasury, but not later than 14 days after this Act takes effect, publish by notice in the *Gazette*—

- (i) the indicative allocation per municipality for every allocation to be made by the province to municipalities from the province's own funds; 40
- (ii) the indicative allocation to be made per school and per hospital in the province;
- (iii) the indicative allocation to any national or provincial public entity for the implementation of a programme funded by an allocation in Part A of Schedule 5 on behalf of a province or for assistance provided to the province in implementing such a programme; 45
- (iv) the envisaged division of the allocation envisaged in subparagraphs (i) and (ii), in respect of each municipality, school and hospital, for the next financial year and the 2015/16 financial year;
- (v) the conditions and other information in respect of the allocations referred to in subparagraphs (i), (ii) and (iii) to facilitate performance measurement and the use of required inputs and outputs; and 50
- (vi) the budget of each school and each hospital in a format determined by the National Treasury.

(b) The allocations and budgets referred to in paragraph (a) must be regarded as final when the appropriation Act takes effect. 55



(c) If the provincial legislature amends its appropriation Bill, the provincial treasury must publish amended allocations and budgets by notice in the *Gazette* within 14 days after the appropriation Act takes effect, and those allocations and budget must be regarded as final.

(3) (a) Despite subsection (2) or any other legislation, a provincial treasury may, in accordance with a framework determined by the National Treasury, amend the allocations referred to in subsection (2) or make additional allocations to municipalities that were not published in terms of subsection (1) or (2). 5

(b) Any amendments to the allocations published in terms of subsection (2)(a) or (c) must be published by notice in the *Gazette* not later than 14 February 2014 and takes effect on the date of the publication. 10

(4) A provincial treasury must, as part of its report in terms of section 32(2) of the Public Finance Management Act, in the format determined by the National Treasury, report on—

(a) actual transfers received by the province from national departments; 15

(b) actual expenditure on such allocations, excluding Schedule 4 allocations, up to the end of that month;

(c) actual transfers made by the province to municipalities or public entities, and actual expenditure by municipalities or public entities on such allocations, based on the latest information available from municipalities or public entities at the time of reporting; and 20

(d) financial and non-financial performance regarding the Education Infrastructure, Health Facility Revitalisation and Provincial Roads Maintenance Grants, received by the province, against its infrastructure budget.

(5) (a) A provincial treasury must— 25

(i) ensure that a payment schedule is agreed between each provincial department and receiving institution envisaged in subsection (2)(a);

(ii) ensure that transfers are made promptly to the relevant receiving officer in terms of the agreed payment schedule; and

(iii) submit the payment schedules to the National Treasury within 14 days after this Act takes effect. 30

(b) If a provincial department and receiving institution do not agree to a payment schedule in time for submission to the National Treasury, the provincial treasury must, after consultation with the national transferring officer, determine the payment schedule.

(6) If a provincial treasury fails to make a transfer in terms of subsection (5)(b), the relevant receiving officer may request the provincial treasury to immediately make the transfer or to provide written reasons within three working days as to why the transfer has not been made. 35

(7) If a provincial treasury fails to make the transfer requested by the receiving officer or provide reasons in terms of subsection (6), or the receiving officer disputes the reasons provided by the provincial treasury as to why the transfer has not been made, the receiving officer may request the National Treasury to investigate the matter. 40

(8) Upon a request in terms of subsection (7), the National Treasury must—

(a) consult the national transferring officer on the matter;

(b) investigate the matter, assess any reasons given by the provincial treasury as to why the transfer was not made; 45

(c) direct the provincial treasury to immediately effect the transfer or provide reasons to the receiving officer confirming why the provincial treasury was correct in not making the transfer; and

(d) advise the provincial treasury and the receiving officer as to what steps must be taken to ensure the transfer. 50

### **Duties and powers of National Treasury**

**30.** (1) The National Treasury must, within 14 days after this Act takes effect, submit a notice to all transferring national officers containing the details of the primary bank accounts of each province and municipality. 55

(2) The National Treasury must, together with the statement envisaged in section 32(2) of the Public Finance Management Act, publish a report on actual transfers of all allocations listed in Schedules 4, 5, 6 and 7 or made in terms of section 25.

(3) The National Treasury may, in any report it publishes that aggregates statements published by provincial treasuries envisaged in section 71(7) of the Municipal Finance Management Act, and in any report in respect of municipal finances, include a report on the equitable share and conditional allocations provided for in this Act. 5

## CHAPTER 6

### GENERAL

#### **Allocations by public entities to provinces or municipalities** 10

**31.** The accounting officer of a provincial department or municipality that receives funds from a public entity as a grant, sponsorship or donation must disclose in its financial statements the purpose and amount of such grant, sponsorship or donation received.

#### **Liability for costs incurred in violation of principles of cooperative governance and intergovernmental relations** 15

**32.** (1) An organ of state involved in an intergovernmental dispute regarding any provision of this Act or any division of revenue matter or allocation must, before approaching a court to resolve such dispute, make every effort to settle the dispute with the other organ of state concerned, including exhausting all mechanisms provided for the settlement of disputes in relevant legislation. 20

(2) If a dispute is referred back by a court in accordance with section 41(4) of the Constitution, due to the court not being satisfied that the organ of state approaching the court has complied with subsection (1), the expenditure incurred by that organ of state in approaching the court must be regarded as fruitless and wasteful. 25

(3) The amount of any such fruitless and wasteful expenditure must, in terms of the prescribed procedure, be recovered without delay from the person who caused the organ of state not to comply with the requirements of subsection (1).

#### **Irregular expenditure**

**33.** The following transfers constitute irregular expenditure in terms of the Public Finance Management Act or the Municipal Finance Management Act, as the case may be: 30

- (a) A transfer prohibited in terms of section 16(2);
- (b) a transfer by a transferring national officer to a bank account of a province or municipality that is not the primary bank account; 35
- (c) a transfer envisaged in section 24(1); or
- (d) a transfer made or expenditure of an allocation in contravention of this Act.

#### **Financial misconduct**

**34.** (1) Despite anything to the contrary in any other legislation, any wilful or negligent non-compliance with a provision of this Act constitutes financial misconduct. 40

(2) Section 84 of the Public Finance Management Act or section 171 of the Municipal Finance Management Act, as the case may be, applies in respect of financial misconduct envisaged in subsection (1).

#### **Delegations and assignments**

**35.** (1) The Minister may, in writing, delegate any of the powers entrusted to the National Treasury in terms of this Act and assign any of the duties imposed on the National Treasury in terms of this Act, to an official of the National Treasury.

(2) A delegation or assignment in terms of subsection (1) to an official of the National Treasury—

- (a) is subject to any limitations or conditions that the Minister may impose; 50

- (b) may authorise that official to subdelegate, in writing, the delegated power or assigned duty to another National Treasury official; and
- (c) does not divest the National Treasury of the responsibility concerning the exercise of the delegated power or the performance of the assigned duty.

(3) The Minister may vary or revoke any decision taken by an official as a result of a delegation, subject to any rights that may have vested as a consequence of the decision. 5

(4) A Member of the Executive Council responsible for finance in a province may, in writing, delegate any of the powers entrusted to the Provincial Treasury of that province in terms of this Act and assign any of the duties imposed on the Provincial Treasury in terms of this Act, to an official of the Provincial Treasury. 10

(5) Subsections (2) and (3) apply with the necessary changes to a delegation or assignment in terms of subsection (4).

### Exemptions

36. (1) If a good ground exists, the National Treasury may, on request or in its own discretion and on good grounds, approve a departure from a provision of a framework, a regulation made under section 37 or a condition imposed in terms of this Act. 15

(2) For purposes of subsection (1), good grounds include the fact that the provision of the framework, regulation or condition—

- (a) cannot be implemented in practice;
- (b) impede the achievement of any object of this Act; or 20
- (c) undermines the financial viability of the affected national or provincial department or municipality.

(3) Any departure approved in terms of subsection (1) must set out the period and conditions of the departure, if any, and must be published in the *Gazette*.

### Regulations

25

37. The Minister may, by notice in the *Gazette*, make regulations regarding—

- (a) anything which must or may be prescribed in terms of this Act; and
- (b) any ancillary or incidental administrative or procedural matter that it is necessary to prescribe for the proper implementation or administration of this Act. 30

### Repeal of laws

38. (1) Subject to section 27(1) and subsection (2), the Division of Revenue Act, 2012 (Act No. 5 of 2012), except sections 15 and 25, is hereby repealed.

(2) The repeal of the Division of Revenue Act, 2012 (Act No. 5 of 2012), does not affect any obligation set out in that Act, the execution of which is still outstanding. 35

### Short title and commencement

39. This Act is called the Division of Revenue Act, 2013, and takes effect on 1 April 2013 or the date of publication in the *Gazette*, whichever is the later date.

**SCHEDULE 1****EQUITABLE DIVISION OF REVENUE RAISED NATIONALLY AMONG  
THE THREE SPHERES OF GOVERNMENT**

Spheres of Government	Column A	Column B	
	2013/14 Allocation	Forward Estimates	
		2014/15	2015/16
	<b>R'000</b>	<b>R'000</b>	<b>R'000</b>
National <sup>1,2</sup>	676 920 412	733 566 388	791 822 019
Provincial	337 572 412	359 924 199	383 697 159
Local	40 581 787	44 490 145	50 207 698
<b>TOTAL</b>	<b>1 055 074 611</b>	<b>1 137 980 732</b>	<b>1 225 726 876</b>

1. National share includes conditional allocations to provincial and local spheres, general fuel levy sharing with metropolitan municipalities, debt service cost and the contingency reserve.

2. The direct charges for the provincial equitable share are netted out.

**SCHEDULE 2****DETERMINATION OF EACH PROVINCE'S EQUITABLE SHARE OF THE  
PROVINCIAL SPHERE'S SHARE OF REVENUE RAISED NATIONALLY  
(as a direct charge against the National Revenue Fund)**

Province	Column A	Column B	
	2013/14 Allocation	Forward Estimates	
		2014/15	2015/16
	<b>R'000</b>	<b>R'000</b>	<b>R'000</b>
Eastern Cape	50 164 506	52 337 533	54 611 258
Free State	20 000 325	20 905 461	21 897 266
Gauteng	61 374 917	67 431 166	74 049 582
KwaZulu-Natal	73 509 972	77 812 867	82 110 075
Limpopo	41 361 830	43 264 039	45 268 523
Mpumalanga	27 210 543	29 079 599	31 092 725
Northern Cape	9 021 508	9 620 556	10 264 595
North West	22 754 264	24 419 406	26 216 949
Western Cape	32 174 547	35 053 572	38 186 186
<b>TOTAL</b>	<b>337 572 412</b>	<b>359 924 199</b>	<b>383 697 159</b>

## SCHEDULE 3

## DETERMINATION OF EACH MUNICIPALITY'S EQUITABLE SHARE OF THE LOCAL GOVERNMENT SPHERE'S SHARE OF REVENUE RAISED NATIONALLY

Number	Municipality	National Financial Year		
		Column A	Column B	
		2013/14 Allocation	Forward Estimates	
		2014/15	2015/16	
		R'000	R'000	R'000
<b>EASTERN CAPE</b>				
A	BUF Buffalo City	653 660	656 856	654 044
A	NMA Nelson Mandela Bay	743 325	761 940	772 901
B	EC101 Camdeboo	39 006	40 943	43 371
B	EC102 Blue Crane Route	40 796	42 411	44 607
B	EC103 Ikwezi	16 860	18 186	20 653
B	EC104 Makana	69 044	72 174	75 667
B	EC105 Ndlambe	59 738	64 879	72 949
B	EC106 Sundays River Valley	40 404	46 337	55 159
B	EC107 Baviaans	18 694	20 459	23 484
B	EC108 Kouga	54 165	66 128	81 674
B	EC109 Kou-Kamma	31 384	33 881	37 571
C	DC10 Cacadu District Municipality	75 091	80 338	86 781
<b>Total: Cacadu Municipalities</b>		<b>445 182</b>	<b>485 736</b>	<b>541 916</b>
B	EC121 Mbashe	136 195	163 002	211 166
B	EC122 Mnquma	168 933	191 570	236 239
B	EC123 Great Kei	34 158	36 790	42 494
B	EC124 Amahlathi	96 720	105 532	124 944
B	EC126 Ngqushwa	66 451	71 882	83 511
B	EC127 Nkonkobe	94 338	106 634	131 252
B	EC128 Nxuba	22 307	23 804	26 694
C	DC12 Amathole District Municipality	621 631	662 019	694 475
<b>Total: Amatole Municipalities</b>		<b>1 240 733</b>	<b>1 361 233</b>	<b>1 550 775</b>
B	EC131 Inxuba Yethemba	40 356	40 656	41 139
B	EC132 Tsolwana	27 463	31 354	39 001
B	EC133 Inkwanca	19 355	21 252	25 206
B	EC134 Lukhanji	112 656	118 544	128 228
B	EC135 Intsika Yethu	99 780	116 201	147 419
B	EC136 Emalahleni	78 749	92 189	117 658
B	EC137 Engcobo	86 604	104 165	135 276
B	EC138 Sakhisizwe	42 714	48 690	59 939
C	DC13 Chris Hani District Municipality	385 035	412 881	441 527
<b>Total: Chris Hani Municipalities</b>		<b>892 712</b>	<b>985 932</b>	<b>1 135 393</b>
B	EC141 Elundini	84 626	102 081	133 357
B	EC142 Senqu	98 133	111 140	136 991
B	EC143 Maletswai	24 074	25 448	27 642
B	EC144 Gariep	25 608	26 340	27 760
C	DC14 Joe Gqabi District Municipality	178 958	194 392	211 537
<b>Total: Joe Gqabi Municipalities</b>		<b>411 399</b>	<b>459 401</b>	<b>537 287</b>
B	EC153 Ngquza Hill	126 980	153 791	201 492
B	EC154 Port St Johns	78 040	93 591	121 664
B	EC155 Nyandeni	143 347	169 814	218 287
B	EC156 Mhlontlo	110 614	128 084	160 508
B	EC157 King Sabata Dalindyebo	184 567	206 947	253 784
C	DC15 O.R. Tambo District Municipality	493 970	550 599	614 106
<b>Total: O.R. Tambo Municipalities</b>		<b>1 137 518</b>	<b>1 302 826</b>	<b>1 569 841</b>
B	EC441 Matatiele	118 249	139 223	177 399
B	EC442 Umzimvubu	117 834	136 376	170 923
B	EC443 Mbizana	126 027	145 455	183 149
B	EC444 Ntabankulu	69 894	80 014	99 570
C	DC44 Alfred Nzo District Municipality	319 703	344 069	368 520
<b>Total: Alfred Nzo Municipalities</b>		<b>751 707</b>	<b>845 137</b>	<b>999 561</b>
<b>Total: Eastern Cape Municipalities</b>		<b>6 276 236</b>	<b>6 859 061</b>	<b>7 761 718</b>

## SCHEDULE 3

**DETERMINATION OF EACH MUNICIPALITY'S EQUITABLE SHARE OF THE LOCAL  
GOVERNMENT SPHERE'S SHARE OF REVENUE RAISED NATIONALLY**

Number	Municipality	National Financial Year		
		Column A	Column B	
		2013/14 Allocation	Forward Estimates	
		2014/15	2015/16	
		R'000	R'000	R'000
<b>FREE STATE</b>				
A	MAN Mangaung	605 072	602 710	591 487
B	FS161 Letsemeng	50 434	50 100	49 583
B	FS162 Kopanong	85 634	82 382	78 029
B	FS163 Mohokare	51 873	52 865	54 514
B	FS164 Naledi	38 200	39 235	40 703
C	DC16 Xhariep District Municipality	25 535	29 343	35 005
<b>Total: Xhariep Municipalities</b>		<b>251 676</b>	<b>253 925</b>	<b>257 834</b>
B	FS181 Masilonyana	82 581	84 684	87 776
B	FS182 Tokologo	43 518	43 813	44 497
B	FS183 Tswelopele	61 909	61 962	62 134
B	FS184 Matjhabeng	424 920	415 397	399 963
B	FS185 Nala	130 670	126 013	120 179
C	DC18 Lejweleputswa District Municipality	100 936	105 052	111 194
<b>Total: Lejweleputswa Municipalities</b>		<b>844 534</b>	<b>836 921</b>	<b>825 743</b>
B	FS191 Setsoto	165 019	165 090	165 262
B	FS192 Dihlabeng	129 734	131 161	131 457
B	FS193 Nketoana	78 119	78 872	80 004
B	FS194 Maluti-a-Phofung	361 770	390 798	446 530
B	FS195 Phumelela	56 906	58 214	59 911
B	FS196 Mantsopa	67 071	67 801	68 729
C	DC19 Thabo Mofutsanyana District Municipality	81 281	87 537	98 062
<b>Total: Thabo Mofutsanyana Municipalities</b>		<b>939 900</b>	<b>979 473</b>	<b>1 049 955</b>
B	FS201 Moqhaka	164 486	167 008	168 900
B	FS203 Ngwathe	156 191	159 928	165 001
B	FS204 Metsimaholo	101 698	107 333	114 374
B	FS205 Mafube	75 544	76 538	78 085
C	DC20 Fezile Dabi District Municipality	134 501	137 635	140 289
<b>Total: Fezile Dabi Municipalities</b>		<b>632 420</b>	<b>648 442</b>	<b>666 649</b>
<b>Total: Free State Municipalities</b>		<b>3 273 602</b>	<b>3 321 471</b>	<b>3 391 668</b>

## SCHEDULE 3

**DETERMINATION OF EACH MUNICIPALITY'S EQUITABLE SHARE OF THE LOCAL  
GOVERNMENT SPHERE'S SHARE OF REVENUE RAISED NATIONALLY**

Number	Municipality	National Financial Year		
		Column A	Column B	
		2013/14 Allocation	Forward Estimates	
		2014/15	2015/16	
		R'000	R'000	R'000
<b>GAUTENG</b>				
A	EKU Ekurhuleni	1 917 953	2 039 212	2 161 058
A	JHB City of Johannesburg	2 293 212	2 527 926	2 822 727
A	TSH City of Tshwane	1 166 964	1 371 322	1 628 130
B	GT421 Emfuleni	598 857	601 209	596 178
B	GT422 Midvaal	54 673	60 571	67 337
B	GT423 Lesedi	64 253	71 468	81 742
C	DC42 Sedibeng District Municipality	232 785	239 720	246 087
<b>Total: Sedibeng Municipalities</b>		<b>950 568</b>	<b>972 968</b>	<b>991 344</b>
B	GT481 Mogale City	222 291	238 193	255 661
B	GT482 Randfontein	95 880	100 241	102 691
B	GT483 Westonaria	104 957	113 478	125 673
B	GT484 Merafong City	181 074	175 743	167 138
C	DC48 West Rand District Municipality	172 587	178 648	185 485
<b>Total: West Rand Municipalities</b>		<b>776 789</b>	<b>806 303</b>	<b>836 648</b>
<b>Total: Gauteng Municipalities</b>		<b>7 105 486</b>	<b>7 717 731</b>	<b>8 439 907</b>

## SCHEDULE 3

## DETERMINATION OF EACH MUNICIPALITY'S EQUITABLE SHARE OF THE LOCAL GOVERNMENT SPHERE'S SHARE OF REVENUE RAISED NATIONALLY

Number	Municipality	National Financial Year		
		Column A	Column B	
		2013/14 Allocation	Forward Estimates	
		2014/15	2015/16	
		R'000	R'000	R'000
<b>KWAZULU-NATAL</b>				
A	ETH eThekweni	1 869 806	1 990 981	2 101 119
B	KZN211 Vulamehlo	40 580	48 709	62 702
B	KZN212 uMmdoni	33 387	43 748	60 726
B	KZN213 Umzumbe	94 545	105 482	128 104
B	KZN214 uMuziwabantu	49 397	59 169	76 423
B	KZN215 Eziqoleni	29 480	34 540	43 567
B	KZN216 Hibiscus Coast	92 600	103 875	126 653
C	DC21 Ugu District Municipality	287 183	323 621	366 670
<b>Total: Ugu Municipalities</b>		<b>627 172</b>	<b>719 144</b>	<b>864 845</b>
B	KZN221 uMshwathi	61 423	69 540	85 328
B	KZN222 uMngeni	37 208	40 399	44 603
B	KZN223 Mpofana	23 278	24 858	27 700
B	KZN224 Impendle	25 741	28 098	33 000
B	KZN225 Msunduzi	354 313	373 677	393 300
B	KZN226 Mkhambathini	32 583	39 486	51 522
B	KZN227 Richmond	33 881	41 323	54 362
C	DC22 Umgungundlovu District Municipality	338 828	366 437	394 877
<b>Total: Umgungundlovu Municipalities</b>		<b>907 255</b>	<b>983 818</b>	<b>1 084 692</b>
B	KZN232 Emnambithi/Ladysmith	111 249	118 704	130 197
B	KZN233 Indaka	63 187	67 334	76 123
B	KZN234 Umtshezi	33 196	39 403	50 245
B	KZN235 Okhahlamba	69 121	79 386	98 688
B	KZN236 Imbabazane	68 921	73 945	85 171
C	DC23 Uthukela District Municipality	269 199	286 424	302 679
<b>Total: Uthukela Municipalities</b>		<b>614 873</b>	<b>665 196</b>	<b>743 103</b>
B	KZN241 Endumeni	34 084	37 113	41 381
B	KZN242 Nquthu	79 597	92 273	116 168
B	KZN244 Msinga	81 641	100 938	134 802
B	KZN245 Umvoti	49 358	62 719	85 376
C	DC24 Umzinyathi District Municipality	192 952	212 794	236 226
<b>Total: Umzinyathi Municipalities</b>		<b>437 632</b>	<b>505 837</b>	<b>613 953</b>
B	KZN252 Newcastle	276 638	284 723	296 857
B	KZN253 Emadlangeni	15 507	17 485	21 116
B	KZ254 Dannhauser	52 872	60 196	74 526
C	DC25 Amajuba District Municipality	104 535	112 431	120 442
<b>Total: Amajuba Municipalities</b>		<b>449 552</b>	<b>474 835</b>	<b>512 941</b>



## SCHEDULE 3

## DETERMINATION OF EACH MUNICIPALITY'S EQUITABLE SHARE OF THE LOCAL GOVERNMENT SPHERE'S SHARE OF REVENUE RAISED NATIONALLY

Number	Municipality	National Financial Year		
		Column A	Column B	
		2013/14 Allocation	Forward Estimates	
		2014/15	2015/16	
		R'000	R'000	R'000
B	KZN261 eDumbe	40 352	46 464	57 714
B	KZN262 uPhongolo	66 389	77 124	97 092
B	KZN263 Abaqulusi	85 565	95 691	115 029
B	KZN265 Nongoma	81 160	96 329	124 159
B	KZN266 Ulundi	87 088	101 357	128 392
C	DC26 Zululand District Municipality	276 930	296 860	317 554
<b>Total: Zululand Municipalities</b>		<b>637 484</b>	<b>713 825</b>	<b>839 940</b>
B	KZN271 Umhlabuyalingana	68 319	87 853	121 580
B	KZN272 Jozini	85 485	103 831	137 040
B	KZN273 The Big Five False Bay	17 275	22 514	31 093
B	KZN274 Hlabisa	30 174	37 140	49 351
B	KZN275 Mtubatuba	60 744	81 486	116 884
C	DC27 Umkhanyakude District Municipality	196 603	225 596	260 529
<b>Total: Umkhanyakude Municipalities</b>		<b>458 600</b>	<b>558 420</b>	<b>716 477</b>
B	KZN281 Mfolozi	52 392	67 506	93 955
B	KZN282 uMhlathuze	190 384	204 798	228 096
B	KZN283 Ntambanana	24 403	30 928	42 504
B	KZN284 uMlalazi	91 327	111 120	145 753
B	KZN285 Mthonjaneni	27 730	31 711	38 882
B	KZN286 Nkandla	57 099	66 041	82 996
C	DC28 uThungulu District Municipality	353 909	381 498	406 383
<b>Total: Uthungulu Municipalities</b>		<b>797 244</b>	<b>893 602</b>	<b>1 038 569</b>
B	KZN291 Mandeni	74 289	90 610	119 571
B	KZN292 KwaDukuza	78 566	88 242	106 084
B	KZN293 Ndwedwe	67 373	82 895	110 018
B	KZN294 Maphumulo	54 076	61 172	75 028
C	DC29 iLembe District Municipality	253 386	289 560	332 346
<b>Total: iLembe Municipalities</b>		<b>527 690</b>	<b>612 479</b>	<b>743 047</b>
B	KZN431 Ingwe	57 002	66 137	83 272
B	KZN432 Kwa Sani	12 846	13 634	15 188
B	KZN433 Greater Kokstad	47 950	47 712	47 669
B	KZN434 Ubuhlebezwe	57 039	67 075	85 602
B	KZN435 Umzimkhulu	96 838	116 362	151 506
C	DC43 Sisonke District Municipality	216 056	230 220	243 065
<b>Total: Sisonke Municipalities</b>		<b>487 731</b>	<b>541 140</b>	<b>626 302</b>
<b>Total: KwaZulu-Natal Municipalities</b>		<b>7 815 039</b>	<b>8 659 277</b>	<b>9 884 988</b>

## SCHEDULE 3

## DETERMINATION OF EACH MUNICIPALITY'S EQUITABLE SHARE OF THE LOCAL GOVERNMENT SPHERE'S SHARE OF REVENUE RAISED NATIONALLY

Number	Municipality	National Financial Year		
		Column A	Column B	
		2013/14 Allocation	Forward Estimates	
		2014/15	2015/16	
		R'000	R'000	R'000
<b>LIMPOPO</b>				
B	LIM331 Greater Giyani	148 104	173 860	222 511
B	LIM332 Greater Letaba	146 418	167 647	209 454
B	LIM333 Greater Tzaneen	211 762	236 039	289 971
B	LIM334 Ba-Phalaborwa	69 433	83 307	108 033
B	LIM335 Maruleng	60 742	71 900	92 865
C	DC33 Mopani District Municipality	504 909	558 369	620 072
<b>Total: Mopani Municipalities</b>		<b>1 141 368</b>	<b>1 291 122</b>	<b>1 542 906</b>
B	LIM341 Musina	34 393	39 062	48 052
B	LIM342 Mutale	51 174	64 959	88 990
B	LIM343 Thulamela	290 472	338 870	434 680
B	LIM344 Makhado	256 239	288 042	356 332
C	DC34 Vhembe District Municipality	524 104	589 779	668 296
<b>Total: Vhembe Municipalities</b>		<b>1 156 382</b>	<b>1 320 712</b>	<b>1 596 350</b>
B	LIM351 Blouberg	100 568	117 100	147 981
B	LIM352 Aganang	84 880	98 117	123 471
B	LIM353 Molemole	80 861	89 040	106 885
B	LIM354 Polokwane	415 990	454 995	518 016
B	LIM355 Lepelle-Nkumpi	138 190	161 220	205 236
C	DC35 Capricorn District Municipality	431 845	464 522	496 617
<b>Total: Capricorn Municipalities</b>		<b>1 252 334</b>	<b>1 384 994</b>	<b>1 598 206</b>
B	LIM361 Thabazimbi	60 129	60 696	59 712
B	LIM362 Lephale	83 078	86 772	91 274
B	LIM364 Mookgopong	29 014	33 863	41 179
B	LIM365 Modimolle	57 283	58 581	59 493
B	LIM366 Bela-Bela	48 639	54 226	62 905
B	LIM367 Mogalakwena	267 909	292 559	339 353
C	DC36 Waterberg District Municipality	94 609	99 446	106 745
<b>Total: Waterberg Municipalities</b>		<b>640 661</b>	<b>686 143</b>	<b>760 661</b>
B	LIM471 Ephraim Mogale	77 149	91 627	118 772
B	LIM472 Elias Motsoaledi	143 438	166 928	213 459
B	LIM473 Makhuduthamaga	157 863	181 822	229 192
B	LIM474 Fetakgomo	52 946	63 595	83 250
B	LIM475 Greater Tubatse	148 455	182 718	246 541
C	DC47 Sekhukhune District Municipality	406 157	464 938	536 183
<b>Total: Sekhukhune Municipalities</b>		<b>986 008</b>	<b>1 151 628</b>	<b>1 427 397</b>
<b>Total: Limpopo Municipalities</b>		<b>5 176 753</b>	<b>5 834 599</b>	<b>6 925 520</b>

## SCHEDULE 3

## DETERMINATION OF EACH MUNICIPALITY'S EQUITABLE SHARE OF THE LOCAL GOVERNMENT SPHERE'S SHARE OF REVENUE RAISED NATIONALLY

Number	Municipality	National Financial Year		
		Column A	Column B	
		2013/14 Allocation	Forward Estimates	
		2014/15	2015/16	
		R'000	R'000	R'000
<b>MPUMALANGA</b>				
B	MP301 Albert Luthuli	171 462	188 811	218 671
B	MP302 Msukaligwa	108 953	114 918	121 221
B	MP303 Mkhondo	110 712	127 217	152 657
B	MP304 Pixley Ka Seme	85 631	87 919	91 094
B	MP305 Lekwa	81 428	85 036	88 237
B	MP306 Dipaleseng	46 059	48 593	52 440
B	MP307 Govan Mbeki	191 144	193 630	194 469
C	DC30 Gert Sibande District Municipality	259 860	266 056	271 180
<b>Total: Gert Sibande Municipalities</b>		<b>1 055 249</b>	<b>1 112 180</b>	<b>1 189 969</b>
B	MP311 Victor Khanye	54 204	59 124	67 126
B	MP312 Emalahleni	192 475	207 818	228 491
B	MP313 Steve Tshwete	92 630	103 593	119 269
B	MP314 Emakhazeni	38 535	42 256	48 318
B	MP315 Thembisile Hani	237 008	259 757	299 541
B	MP316 Dr JS Moroka	248 190	270 519	314 317
C	DC31 Nkangala District Municipality	308 850	318 220	326 609
<b>Total: Nkangala Municipalities</b>		<b>1 171 892</b>	<b>1 261 287</b>	<b>1 403 671</b>
B	MP321 Thaba Chweu	81 198	90 471	104 348
B	MP322 Mbombela	342 190	388 559	460 251
B	MP323 Umjindi	52 284	57 371	65 417
B	MP324 Nkomazi	290 822	340 862	424 283
B	MP325 Bushbuckridge	485 251	544 632	648 039
C	DC32 Ehlanzeni District Municipality	188 227	200 664	219 306
<b>Total: Ehlanzeni Municipalities</b>		<b>1 439 972</b>	<b>1 622 559</b>	<b>1 921 644</b>
<b>Total: Mpumalanga Municipalities</b>		<b>3 667 113</b>	<b>3 996 026</b>	<b>4 515 284</b>

## SCHEDULE 3

**DETERMINATION OF EACH MUNICIPALITY'S EQUITABLE SHARE OF THE LOCAL  
GOVERNMENT SPHERE'S SHARE OF REVENUE RAISED NATIONALLY**

Number	Municipality	National Financial Year		
		Column A	Column B	
		2013/14 Allocation	Forward Estimates	
		2014/15	2015/16	
		R'000	R'000	R'000
<b>NORTHERN CAPE</b>				
B	NC061 Richtersveld	12 338	12 808	13 357
B	NC062 Nama Khoi	33 821	35 283	36 682
B	NC064 Kamiesberg	13 681	15 124	17 565
B	NC065 Hantam	20 312	20 560	20 591
B	NC066 Karoo Hoogland	13 898	14 659	15 758
B	NC067 Khâi-Ma	13 134	13 810	14 833
C	DC6 Namakwa District Municipality	33 148	34 529	35 586
<b>Total: Namakwa Municipalities</b>		<b>140 332</b>	<b>146 773</b>	<b>154 372</b>
B	NC071 Ubuntu	19 400	21 585	25 118
B	NC072 Umsobomvu	30 684	32 357	34 839
B	NC073 Emthanjeni	34 820	35 326	35 822
B	NC074 Kareeberg	13 268	15 069	17 919
B	NC075 Renosterberg	15 574	16 502	18 100
B	NC076 Thembelihle	15 650	16 718	18 588
B	NC077 Siyathemba	21 171	22 427	24 149
B	NC078 Siyancuma	36 842	37 997	39 446
C	DC7 Pixley Ka Seme District Municipality	29 375	32 277	36 465
<b>Total: Pixley Ka Seme Municipalities</b>		<b>216 784</b>	<b>230 258</b>	<b>250 446</b>
B	NC081 Mier	11 016	12 293	14 489
B	NC082 !Kai !Garib	48 286	50 278	51 971
B	NC083 //Khara Hais	53 914	56 126	57 390
B	NC084 !Kheis	16 899	17 946	19 612
B	NC085 Tsantsabane	26 145	27 060	28 093
B	NC086 Kgatelopele	15 302	16 086	17 044
C	DC8 Siyanda District Municipality	44 983	47 834	51 247
<b>Total: Siyanda Municipalities</b>		<b>216 545</b>	<b>227 623</b>	<b>239 846</b>
B	NC091 Sol Plaatje	145 905	145 433	142 820
B	NC092 Dikgatlong	48 022	51 624	57 946
B	NC093 Magareng	30 294	32 056	34 685
B	NC094 Phokwane	67 054	71 291	77 127
C	DC9 Frances Baard District Municipality	89 990	97 520	103 974
<b>Total: Frances Baard Municipalities</b>		<b>381 265</b>	<b>397 924</b>	<b>416 552</b>
B	NC451 Joe Morolong	80 780	93 120	114 538
B	NC452 Ga-Segonyana	73 591	86 859	108 890
B	NC453 Gamagara	21 203	22 045	22 924
C	DC45 John Taolo Gaetsewe District Municipality	58 112	61 492	65 096
<b>Total: John Taolo Gaetsewe Municipalities</b>		<b>233 686</b>	<b>263 516</b>	<b>311 448</b>
<b>Total: Northern Cape Municipalities</b>		<b>1 188 612</b>	<b>1 266 094</b>	<b>1 372 664</b>

## SCHEDULE 3

## DETERMINATION OF EACH MUNICIPALITY'S EQUITABLE SHARE OF THE LOCAL GOVERNMENT SPHERE'S SHARE OF REVENUE RAISED NATIONALLY

Number	Municipality	National Financial Year			
		Column A	Column B		
		2013/14 Allocation	Forward Estimates		
		2014/15	2015/16		
		R'000	R'000	R'000	
<b>NORTH WEST</b>					
B	NW371	Moretele	177 267	210 187	264 075
B	NW372	Madibeng	308 470	369 058	462 097
B	NW373	Rustenburg	285 427	335 130	402 725
B	NW374	Kgetlengrivier	46 026	50 590	58 162
B	NW375	Moses Kotane	248 277	276 647	326 105
C	DC37	Bojanala Platinum District Municipality	250 823	266 080	286 552
<b>Total: Bojanala Platinum Municipalities</b>			<b>1 316 290</b>	<b>1 507 692</b>	<b>1 799 716</b>
B	NW381	Ratlou	73 777	82 797	101 553
B	NW382	Tswaing	68 209	74 607	87 950
B	NW383	Mafikeng	131 186	145 926	177 871
B	NW384	Ditsobotla	83 079	88 952	98 143
B	NW385	Ramotshere Moiloa	88 637	102 746	129 720
C	DC38	Ngaka Modiri Molema District Municipality	426 496	465 909	509 322
<b>Total: Ngaka Modiri Molema Municipalities</b>			<b>871 384</b>	<b>960 937</b>	<b>1 104 559</b>
B	NW392	Naledi	34 611	36 879	40 154
B	NW393	Mamusa	34 309	37 316	43 987
B	NW394	Greater Taung	114 303	135 395	175 070
B	NW396	Lekwa-Teemane	30 312	32 859	38 172
B	NW397	NW397	73 389	83 818	104 492
C	DC39	Dr Ruth Segomotsi Mompati District Municipality	225 666	223 722	260 966
<b>Total: Dr Ruth Segomotsi Mompati Municipalities</b>			<b>512 590</b>	<b>549 989</b>	<b>662 841</b>
B	NW401	Ventersdorp	49 829	55 159	64 103
B	NW402	Tlokwe	92 603	104 399	120 781
B	NW403	City of Matlosana	337 085	340 138	342 031
B	NW404	Maquassi Hills	81 259	85 989	92 525
C	DC40	Dr Kenneth Kaunda District Municipality	155 482	160 721	166 170
<b>Total: Dr Kenneth Kaunda Municipalities</b>			<b>716 258</b>	<b>746 406</b>	<b>785 610</b>
<b>Total: North West Municipalities</b>			<b>3 416 522</b>	<b>3 765 024</b>	<b>4 352 726</b>

## SCHEDULE 3

**DETERMINATION OF EACH MUNICIPALITY'S EQUITABLE SHARE OF THE LOCAL  
GOVERNMENT SPHERE'S SHARE OF REVENUE RAISED NATIONALLY**

Number	Municipality	National Financial Year		
		Column A	Column B	
		2013/14 Allocation	Forward Estimates	
		2014/15	2015/16	
		R'000	R'000	R'000
<b>WESTERN CAPE</b>				
A	CPT City of Cape Town	1 243 293	1 502 066	1 815 088
B	WC011 Matzikama	37 874	40 003	41 516
B	WC012 Cederberg	28 188	30 873	34 375
B	WC013 Bergrivier	24 815	27 571	30 689
B	WC014 Saldanha Bay	38 632	46 557	55 610
B	WC015 Swartland	32 506	43 233	56 007
C	DC1 West Coast District Municipality	72 626	76 206	80 912
<b>Total: West Coast Municipalities</b>		<b>234 641</b>	<b>264 443</b>	<b>299 109</b>
B	WC022 Witzenberg	49 553	54 284	59 253
B	WC023 Drakenstein	75 995	85 596	97 233
B	WC024 Stellenbosch	50 157	65 832	85 118
B	WC025 Breede Valley	67 964	74 468	82 030
B	WC026 Langeberg	53 158	55 865	57 518
C	DC2 Cape Winelands District Municipality	209 436	213 628	217 049
<b>Total: Cape Winelands Municipalities</b>		<b>506 263</b>	<b>549 673</b>	<b>598 201</b>
B	WC031 Theewaterskloof	57 262	62 652	68 737
B	WC032 Overstrand	41 949	52 164	64 741
B	WC033 Cape Agulhas	18 057	19 424	20 744
B	WC034 Swellendam	19 857	20 979	21 979
C	DC3 Overberg District Municipality	46 637	50 646	55 626
<b>Total: Overberg Municipalities</b>		<b>183 762</b>	<b>205 865</b>	<b>231 827</b>
B	WC041 Kannaland	20 051	21 162	22 445
B	WC042 Hessequa	28 189	30 054	31 606
B	WC043 Mossel Bay	47 196	54 855	63 858
B	WC044 George	85 716	92 615	101 174
B	WC045 Oudtshoorn	45 958	49 992	54 609
B	WC047 Bitou	29 614	41 028	57 552
B	WC048 Knysna	35 982	44 920	56 304
C	DC4 Eden District Municipality	129 669	134 265	139 387
<b>Total: Eden Municipalities</b>		<b>422 375</b>	<b>468 891</b>	<b>526 935</b>
B	WC051 Laingsburg	10 224	10 911	12 132
B	WC052 Prince Albert	11 661	13 057	15 372
B	WC053 Beaufort West	35 567	39 061	44 355
C	DC5 Central Karoo District Municipality	14 638	16 895	20 204
<b>Total: Central Karoo Municipalities</b>		<b>72 090</b>	<b>79 924</b>	<b>92 063</b>
<b>Total: Western Cape Municipalities</b>		<b>2 662 424</b>	<b>3 070 862</b>	<b>3 563 223</b>
<b>National Total</b>		<b>40 581 787</b>	<b>44 490 145</b>	<b>50 207 698</b>

## SCHEDULE 4A

## 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		Column B	
					2013/14 Allocation		Forward Estimates	
					R'000	2014/15	R'000	2015/16
<b>Agriculture, Forestry and Fisheries (Vote 26)</b>	Comprehensive Agricultural Support Programme Grant	To provide effective agricultural support services, promote and facilitate agricultural development by targeting beneficiaries of land reform's restitution and redistribution; and other black producers who have acquired land through private means and are engaged in value-adding enterprises domestically, or involved in exports.	General conditional allocation to provinces	Eastern Cape	219 055	230 292	240 859	
				Free State	140 274	146 478	152 226	
				Gauteng	55 880	63 205	66 125	
				KwaZulu-Natal	202 522	212 632	222 405	
				Limpopo	205 545	215 473	225 593	
				Mpumalanga	130 683	134 547	140 719	
				Northern Cape	371 539	374 686	391 923	
				North West	169 663	179 384	188 458	
				Western Cape	104 859	108 394	113 376	
				<b>TOTAL</b>	<b>1 600 020</b>	<b>1 665 091</b>	<b>1 741 684</b>	
<b>Basic Education (Vote 15)</b>	Education Infrastructure Grant	To help accelerate construction, maintenance, upgrading and rehabilitation of new and existing infrastructure in education; to enhance capacity to deliver infrastructure in education; to address damage to infrastructure caused by floods in January and February 2011.	General conditional allocation to provinces	Eastern Cape	1 010 870	1 217 318	1 710 084	
				Free State	468 931	572 856	804 746	
				Gauteng	537 892	644 463	905 339	
				KwaZulu-Natal	1 298 847	1 432 140	2 011 863	
				Limpopo	983 599	1 145 712	1 609 491	
				Mpumalanga	531 504	644 463	905 339	
				Northern Cape	316 934	358 035	502 966	
				North West	521 622	644 463	905 339	
				Western Cape	960 465	501 249	704 153	
				<b>TOTAL</b>	<b>6 630 664</b>	<b>7 160 699</b>	<b>10 059 320</b>	
<b>Health (Vote 16)</b>	(a) Health Professions Training and Development Grant	Support provinces to fund service costs associated with training of health science trainees on the public service platform; co-funding of the national human resource plan for health in expanding undergraduate medical education for 2013 and beyond (2025).	Nationally assigned function to provinces	Eastern Cape	188 560	199 874	209 068	
				Free State	138 131	146 419	153 154	
				Gauteng	765 202	811 114	848 425	
				KwaZulu-Natal	276 262	292 837	306 308	
				Limpopo	109 628	116 206	121 552	
				Mpumalanga	89 894	95 288	99 671	
				Northern Cape	72 356	76 697	80 225	
				North West	98 666	104 586	109 397	
				Western Cape	451 667	478 767	500 790	
				<b>TOTAL</b>	<b>2 190 366</b>	<b>2 321 788</b>	<b>2 428 590</b>	

## SCHEDULE 4A

## 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		Column B	
					2013/14 Allocation	2014/15	2015/16	Forward Estimates
<b>Health</b> (Vote 16)	(b) National Tertiary Services Grant	Ensure provision of tertiary health services for all South African citizens; to compensate tertiary facilities for the costs associated with provision of these services including cross boundary patients.	Nationally assigned function to provinces	Eastern Cape	R'000	R'000	R'000	R'000
				Free State	743 621	786 007	822 163	822 163
				Gauteng	849 661	898 091	939 403	939 403
				KwaZulu-Natal	3 305 931	3 493 891	3 654 610	3 654 610
				Limpopo	1 415 731	1 496 427	1 565 263	1 565 263
				Mpumalanga	305 732	323 158	338 024	338 024
				Northern Cape	91 879	97 116	101 584	101 584
				North West	282 618	298 727	312 468	312 468
				Western Cape	224 470	237 264	248 178	248 178
				<b>TOTAL</b>	<b>2 400 714</b>	<b>2 537 554</b>	<b>2 654 281</b>	<b>2 654 281</b>
<b>Higher Education and Training</b> (Vote 17)	Further Education and Training Colleges Grant	To ensure the successful transfer of the Further Education and Training College function to the Department of Higher Education and Training.	General conditional allocation to provinces	Eastern Cape	R'000	R'000	R'000	R'000
				Free State	296 421	315 761	335 551	335 551
				Gauteng	172 068	183 137	194 212	194 212
				KwaZulu-Natal	673 887	716 971	759 663	759 663
				Limpopo	325 736	347 178	369 399	369 399
				Mpumalanga	375 709	399 560	422 922	422 922
				Northern Cape	130 670	139 270	148 181	148 181
				North West	40 519	43 130	45 749	45 749
				Western Cape	76 232	81 369	86 877	86 877
				<b>TOTAL</b>	<b>3 514 377</b>	<b>3 732 920</b>	<b>3 962 219</b>	<b>3 962 219</b>
				<b>9 620 357</b>	<b>10 168 235</b>	<b>10 635 974</b>	<b>10 635 974</b>	
				<b>2 442 679</b>	<b>2 600 296</b>	<b>2 758 773</b>	<b>2 758 773</b>	



## SCHEDULE 4A

## 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		Column B	
					2013/14 Allocation	2014/15	2015/16	Forward Estimates
Transport (Vote 37)	(a) 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 Management 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 the coal haulage network.	General conditional allocation to provinces	Eastern Cape	R'000	R'000	R'000	R'000
					1 102 836	1 190 337	1 207 966	1 207 966
				Free State	1 130 462	1 179 270	1 456 183	1 456 183
				Gauteng	433 048	468 838	536 257	536 257
				KwaZulu-Natal	1 678 920	1 751 593	2 167 940	2 167 940
				Limpopo	990 578	1 071 819	1 152 561	1 152 561
				Mpumalanga	1 487 722	1 513 010	902 196	902 196
				Northern Cape	659 484	684 484	751 328	751 328
				North West	639 923	668 058	838 630	838 630
				Western Cape	573 237	598 781	760 859	760 859
				<b>TOTAL</b>	<b>8 696 210</b>	<b>9 126 190</b>	<b>9 773 920</b>	<b>9 773 920</b>
				(b) Public Transport Operations Grant	To provide supplementary funding towards public transport services provided by provincial departments of transport.	Nationally assigned function to provinces	Eastern Cape	183 960
				Free State	203 382	213 663	223 491	223 491
			Gauteng	1 714 344	1 801 078	1 883 928	1 883 928	
			KwaZulu-Natal	852 325	895 350	936 536	936 536	
			Limpopo	274 932	288 840	302 126	302 126	
			Mpumalanga	462 926	486 340	508 712	508 712	
			Northern Cape	41 390	43 480	45 481	45 481	
			North West	85 082	89 380	93 491	93 491	
			Western Cape	734 180	771 320	806 801	806 801	
			<b>TOTAL</b>	<b>4 552 521</b>	<b>4 782 709</b>	<b>5 002 714</b>	<b>5 002 714</b>	

## SCHEDULE 4B

## ALLOCATIONS TO MUNICIPALITIES TO SUPPLEMENT THE FUNDING OF FUNCTIONS FUNDED FROM MUNICIPAL BUDGETS

Vote	Name of allocation	Purpose	City	Column A		Column B	
				2013/14 Allocation	2014/15	Forward Estimates	2015/16
Human Settlements (Vote 31)	Urban Settlements Development Grant	Supplements the capital revenues of metropolitan municipalities in order to support the national human settlements development programme, focusing on poor households.	Buffalo City	R'000 613 305	R'000 698 290	R'000 722 958	
			City of Cape Town	1 193 497	1 358 879	1 406 882	
			City of Johannesburg	1 488 877	1 695 189	1 755 074	
			City of Tshwane	1 290 611	1 469 450	1 521 361	
			Ekurhuleni	1 584 912	1 804 532	1 868 280	
			eThekweni	1 580 999	1 800 075	1 863 667	
			Mangaung	596 719	679 406	703 407	
			Nelson Mandela Bay	727 986	828 863	858 144	
			<b>TOTAL</b>	<b>9 076 906</b>	<b>10 334 684</b>	<b>10 699 773</b>	

**SCHEDULE 5A**  
**SPECIFIC-PURPOSE ALLOCATIONS TO PROVINCES**

Vote	Name of allocation	Purpose	Type of allocation	Province	Column A		Column B	
					2013/14 Allocation		Forward Estimates	
					R'000	2014/15	R'000	2015/16
<b>Agriculture, Forestry and Fisheries (Vote 26)</b>	(a) Ilima/Letsema Projects Grant	To assist vulnerable South African farming communities to achieve an increase in agricultural production and invest in infrastructure that unlocks agricultural production.	Conditional allocation	Eastern Cape	43 845	46 062	47 700	
				Free State	57 999	60 802	62 877	
				Gauteng	17 538	20 126	24 234	
				KwaZulu-Natal	65 768	69 093	71 549	
				Limpopo	43 845	46 062	47 940	
				Mpumalanga	43 845	46 062	47 702	
				Northern Cape	70 034	72 003	75 500	
				North West	43 845	46 062	47 940	
				Western Cape	51 737	54 353	56 372	
				<b>TOTAL</b>	<b>438 456</b>	<b>460 625</b>	<b>481 814</b>	
				<b>Arts and Culture (Vote 14)</b>	(b) Land Care Programme Grant: Poverty Relief and Infrastructure Development	To promote sustainable development and use of natural resources by engaging in initiatives that support the pillars of sustainability (social, economic and environmental) leading to greater productivity, food security, job creation and better well-being for all.	Conditional allocation	Eastern Cape
Free State	8 571	5 427	5 787					
Gauteng	6 163	4 748	5 112					
KwaZulu-Natal	18 746	10 854	11 179					
Limpopo	19 562	10 178	10 512					
Mpumalanga	10 249	6 105	6 460					
Northern Cape	12 055	7 462	7 809					
North West	10 552	8 140	8 482					
Western Cape	7 233	4 070	4 439					
<b>TOTAL</b>	<b>108 997</b>	<b>67 837</b>	<b>70 958</b>					
<b>Arts and Culture (Vote 14)</b>	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
				Free State	62 918	119 013	156 114	
				Gauteng	63 470	125 608	163 039	
				KwaZulu-Natal	63 145	122 754	160 042	
				Limpopo	56 528	81 010	111 502	
				Mpumalanga	72 521	114 781	151 671	
				Northern Cape	75 596	118 396	154 467	
				North West	64 058	98 883	133 978	
				Western Cape	67 058	126 347	163 815	
				<b>TOTAL</b>	<b>597 786</b>	<b>1 016 210</b>	<b>1 340 562</b>	

**SCHEDULE 5A**  
**SPECIFIC-PURPOSE ALLOCATIONS TO PROVINCES**

Vote	Name of allocation	Purpose	Type of allocation	Province	Column A		Column B				
					2013/14 Allocation		Forward Estimates				
					R'000	2014/15	R'000	2015/16			
Basic Education (Vote 15)	(a) Dinaledi Schools Grant	To improve the quality of learner performance in Mathematics, Physical Sciences, Life Sciences and First Additional Language English, in line with the Action Plan for 2014; to improve the content knowledge, pedagogies and didactic skills of mathematics, physical sciences and life sciences teachers.	Conditional allocation	Eastern Cape	12 620	13 342	13 956				
				Free State	7 573	8 006	8 374				
				Gauteng	21 244	22 458	23 491				
				KwaZulu-Natal	18 509	19 568	20 468				
				Limpopo	10 727	11 340	11 862				
				Mpumalanga	9 675	10 228	10 698				
				Northern Cape	3 577	3 782	3 956				
				North West	11 147	11 785	12 327				
				Western Cape	10 096	10 673	11 164				
				<b>TOTAL</b>	<b>105 168</b>	<b>111 182</b>	<b>116 296</b>				
					(b) HIV and Aids (Life Skills Education) Grant	To support South Africa's HIV prevention strategy by increasing sexual and reproductive health knowledge, skills and appropriate decision making among learners and educators; to mitigate the impact of HIV and TB by providing a caring, supportive and enabling environment for learners and educators; to ensure the provision of a safe, rights-based environment in schools that is free of discrimination, stigma and any form of sexual harassment/abuse; to reduce the vulnerability of children to HIV, TB and STI infections, with a particular focus on orphaned and vulnerable children.	Conditional allocation	Eastern Cape	34 895	37 023	37 753
								Free State	12 135	11 570	11 129
								Gauteng	30 012	30 195	30 611
KwaZulu-Natal	48 634	52 261	51 255								
Limpopo	30 852	31 085	31 542								
Mpumalanga	18 015	19 404	20 297								
Northern Cape	5 205	5 059	5 281								
North West	16 122	17 388	18 198								
Western Cape	17 637	17 077	20 297								
<b>TOTAL</b>	<b>213 507</b>	<b>221 062</b>	<b>226 363</b>								
	(c) National School Nutrition Programme Grant	To provide nutritious meals to targeted learners.	Conditional allocation					Eastern Cape	949 162	984 548	1 020 116
								Free State	274 552	299 205	317 157
								Gauteng	585 157	640 541	678 974
				KwaZulu-Natal	1 206 190	1 237 534	1 287 034				
				Limpopo	932 050	991 153	1 030 799				
				Mpumalanga	496 661	524 913	545 910				
				Northern Cape	119 859	134 645	142 724				
				North West	348 912	366 890	381 566				
				Western Cape	260 538	282 486	299 435				
				<b>TOTAL</b>	<b>5 173 081</b>	<b>5 461 915</b>	<b>5 703 715</b>				

## SCHEDULE 5A

## SPECIFIC-PURPOSE ALLOCATIONS TO PROVINCES

Vote	Name of allocation	Purpose	Type of allocation	Province	Column A		Column B	
					2013/14 Allocation		Forward Estimates	
					R'000	2014/15	R'000	2015/16
Basic Education (Vote 15)	(d) Technical Secondary Schools Recapitalisation Grant	To recapitalise up to 200 technical schools to improve their capacity to contribute to skills development and training in the country.	Conditional allocation	Eastern Cape	31 648	32 928	34 541	
				Free State	20 963	22 219	23 309	
				Gauteng	26 375	27 958	28 627	
				KwaZulu-Natal	42 717	45 280	47 499	
				Limpopo	28 169	29 859	31 322	
				Mpumalanga	27 058	28 682	30 087	
				Northern Cape	13 188	13 978	14 663	
				North West	18 850	19 981	20 960	
				Western Cape	11 884	12 597	13 214	
				<b>TOTAL</b>	<b>220 852</b>	<b>233 482</b>	<b>244 222</b>	
Health (Vote 16)	(a) Comprehensive HIV and Aids Grant	To enable the health sector to develop an effective response to HIV and Aids including universal access to HIV counselling and testing; to support the implementation of the national operational plan for comprehensive HIV and Aids treatment and care; to subsidise in-part funding for the antiretroviral treatment programme.	Conditional allocation	Eastern Cape	1 273 296	1 485 116	1 683 639	
				Free State	742 984	868 770	984 903	
				Gauteng	2 258 483	2 640 825	2 993 839	
				KwaZulu-Natal	2 652 072	3 098 705	3 512 927	
				Limpopo	861 143	1 009 007	1 143 886	
				Mpumalanga	690 591	806 706	914 542	
				Northern Cape	302 468	352 864	400 033	
				North West	825 302	966 043	1 095 179	
				Western Cape	927 547	1 083 286	1 228 095	
				<b>TOTAL</b>	<b>10 533 886</b>	<b>12 311 322</b>	<b>13 957 043</b>	
	(b) Health Facility Revitalisation Grant	To help accelerate construction, maintenance, upgrading and rehabilitation of new and existing infrastructure in health including health technology, organisational systems and quality assurance; supplement expenditure on health infrastructure delivered through public-private partnerships; to enhance capacity to deliver infrastructure in health.	Conditional allocation	Eastern Cape	562 792	292 930	337 106	
				Free State	538 962	554 950	589 840	
				Gauteng	771 033	742 475	747 961	
				KwaZulu-Natal	962 469	1 090 431	1 139 972	
				Limpopo	457 442	170 673	203 824	
				Mpumalanga	283 509	313 885	341 706	
				Northern Cape	421 428	419 572	439 264	
				North West	496 121	508 721	513 664	
				Western Cape	629 786	645 200	674 582	
				<b>TOTAL</b>	<b>5 123 542</b>	<b>4 738 837</b>	<b>4 987 919</b>	

## SCHEDULE 5A

## SPECIFIC-PURPOSE ALLOCATIONS TO PROVINCES

Vote	Name of allocation	Purpose	Type of allocation	Province	Column A	Column B	
					2013/14 Allocation	Forward Estimates	2015/16
					R'000	R'000	R'000
<b>Health</b> (Vote 16)	(c) National Health Insurance Grant	Test innovations in health services provision for implementing National Health Insurance, allowing for each district to interpret and design innovations relevant to its specific context; to undertake health system strengthening initiatives; to assess the feasibility, acceptability, effectiveness and affordability of innovative ways of engaging private sector resources for public purpose.	Conditional allocation	Eastern Cape	4 850	7 000	7 397
				Free State	4 850	7 000	7 397
				Gauteng	4 850	7 000	7 397
				KwaZulu-Natal	9 700	14 000	14 793
				Limpopo	4 850	7 000	7 397
				Mpumalanga	4 850	7 000	7 397
				Northern Cape	4 850	7 000	7 397
				North West	4 850	7 000	7 396
				Western Cape	4 850	7 000	7 396
				<b>TOTAL</b>	<b>48 500</b>	<b>70 000</b>	<b>73 967</b>
<b>Human Settlements</b> (Vote 31)	Human Settlements Development Grant	To provide funding for the creation of sustainable human settlements.	Conditional allocation	Eastern Cape	2 523 803	1 314 985	1 306 773
				Free State	1 120 936	584 045	580 398
				Gauteng	4 108 399	2 140 611	2 127 244
				KwaZulu-Natal	3 235 428	1 685 764	1 675 237
				Limpopo	1 324 742	690 235	685 925
				Mpumalanga	1 124 332	585 815	582 157
				Northern Cape	395 724	206 186	204 899
				North West	1 224 537	638 025	634 040
				Western Cape	1 925 971	1 003 495	997 229
				Unallocated	-	9 069 160	10 873 303
<b>TOTAL</b>	<b>16 983 872</b>	<b>17 918 321</b>	<b>19 667 205</b>				
<b>Public Works</b> (Vote 7)	(a) Expanded Public Works Programme Integrated Grant for Provinces	To incentivise provincial departments to expand work creation efforts through the use of labour intensive delivery methods in the following identified focus areas, in compliance with the EPWP guidelines: road maintenance and the maintenance of buildings; low traffic volume roads and rural roads; other economic and social infrastructure; tourism and cultural industries; and sustainable land based livelihoods.	Incentive allocation to provinces	Eastern Cape	79 577	-	-
				Free State	18 001	-	-
				Gauteng	15 606	-	-
				KwaZulu-Natal	102 137	-	-
				Limpopo	49 370	-	-
				Mpumalanga	34 291	-	-
				Northern Cape	14 045	-	-
				North West	17 266	-	-
				Western Cape	25 621	-	-
				Unallocated	-	370 947	381 574
<b>TOTAL</b>	<b>355 914</b>	<b>370 947</b>	<b>381 574</b>				

## SCHEDULE 5A

## SPECIFIC-PURPOSE ALLOCATIONS TO PROVINCES

Vote	Name of allocation	Purpose	Type of allocation	Province	Column A	Column B	
					2013/14 Allocation	Forward Estimates	
					R'000	2014/15 R'000	2015/16 R'000
Public Works (Vote 7)	(b) Social Sector Expanded Public Works Programme Incentive Grant for Provinces	To incentivise provincial social sector departments identified in the 2012 Social Sector EPWP log-frame to increase job creation by focusing on the strengthening and expansion of social service programmes that have employment potential.	Incentive allocation to provinces	Eastern Cape	49 728	-	-
				Free State	8 545	-	-
				Gauteng	27 652	-	-
				KwaZulu-Natal	24 306	-	-
				Limpopo	57 717	-	-
				Mpumalanga	1 961	-	-
				Northern Cape	19 879	-	-
				North West	50 870	-	-
				Western Cape	16 906	-	-
				Unallocated	-	272 972	285 529
				<b>TOTAL</b>	<b>257 564</b>	<b>272 972</b>	<b>285 529</b>
Sport and Recreation South Africa (Vote 20)	Mass Participation and Sport Development Grant	To facilitate sport and recreation participation and empowerment in partnership with relevant stakeholders.	Conditional allocation	Eastern Cape	61 334	65 401	68 671
				Free State	38 832	41 774	43 863
				Gauteng	88 269	92 683	95 214
				KwaZulu-Natal	79 883	83 877	88 071
				Limpopo	56 529	59 355	62 323
				Mpumalanga	44 772	47 011	49 362
				Northern Cape	30 806	33 506	35 181
				North West	41 596	43 676	45 860
				Western Cape	55 570	58 349	61 266
				<b>TOTAL</b>	<b>497 591</b>	<b>525 632</b>	<b>549 811</b>

**SCHEDULE 5B**  
**SPECIFIC-PURPOSE ALLOCATIONS TO MUNICIPALITIES**

Vote	Name of allocation	Purpose	Column A		Column B	
			2013/14 Allocation	2014/15	Forward Estimates	2015/16
			R'000	R'000	R'000	R'000
<b>RECURRENT GRANTS</b>						
<b>Cooperative Governance and Traditional Affairs (Vote 3)</b>	Municipal Systems Improvement Grant	To assist municipalities to perform their functions and stabilise institutional and governance systems as required in the Municipal Systems Act and related legislation.	240 307	252 152	261 060	
	Expanded Public Works Programme Integrated Grant for Municipalities	To incentivise municipalities to expand work creation efforts through the use of labour intensive delivery methods in the following identified focus areas, in compliance with the EPWP guidelines: road maintenance and the maintenance of buildings; low traffic volume roads and rural roads; basic services infrastructure, including water and sewer reticulation, sanitation, pipelines (excluding bulk infrastructure); other economic and social infrastructure; tourism and cultural industries; waste management; parks and beautification; sustainable land-based livelihoods; social services programmes; health service programmes; and community safety programmes.	610 674	632 325	660 966	
<b>National Treasury (Vote 10)</b>	(a) Infrastructure Skills Development Grant	To strengthen capacity of local government, to effectively and efficiently deliver quality infrastructure, by increasing the pool of skills available; to facilitate lifelong learning and the transfer of knowledge and skills to municipalities; to sustain infrastructure related management capacity in local government.	98 500	154 425	179 226	
	(b) Local Government Financial Management Grant	To promote and support reforms in financial management by building capacity in municipalities to implement the Municipal Finance Management Act.	424 798	449 138	469 799	
	(c) Integrated City Development Grant	To provide a financial incentive for metropolitan municipalities to integrate and focus their use of available infrastructure investment and regulatory instruments to achieve a more compact urban spatial form.	40 000	150 000	150 000	
<b>Sport and Recreation SA (Vote 20)</b>	2014 African Nations Championship Host City Operating Grant	To assist host cities with the operational responsibilities associated with the hosting of the 2014 African Nations Championship.	120 000	-	-	
<b>Energy (Vote 29)</b>	Energy Efficiency and Demand Side Management Grant	To provide subsidies to municipalities to implement Energy Efficiency and Demand Side Management initiatives within municipal infrastructure in order to reduce electricity consumption and improve energy efficiency.	180 722	155 415	202 005	
<b>Transport (Vote 37)</b>	Public Transport Network Operations Grant	To provide supplementary operational funding to municipalities operating approved Integrated Rapid Public Transport Network/Integrated Public Transport Network services.	881 305	744 817	862 024	
<b>Water Affairs (Vote 38)</b>	Water Services Operating Subsidy Grant	To subsidise and build capacity in water schemes owned and/or operated by the Department of Water Affairs or by other agencies on behalf of the department.	420 945	449 558	470 239	
<b>TOTAL</b>			<b>3 017 251</b>	<b>2 987 830</b>	<b>3 255 319</b>	



**SCHEDULE 5B**  
**SPECIFIC-PURPOSE ALLOCATIONS TO MUNICIPALITIES**

Vote	Name of allocation	Purpose	Column A	Column B	
			2013/14 Allocation	Forward Estimates	2015/16
			R'000	R'000	R'000
<b>INFRASTRUCTURE GRANTS</b>					
<b>Cooperative Governance and Traditional Affairs (Vote 3)</b>	Municipal Infrastructure Grant	To provide specific capital finance for basic municipal infrastructure backlogs for poor households, micro enterprises and social institutions servicing poor communities.	14 352 060	14 683 835	15 448 070
<b>Energy (Vote 29)</b>	Integrated National Electrification Programme (Municipal) Grant	To implement the Integrated National Electrification Programme by providing capital subsidies to municipalities to address the electrification backlog of occupied residential dwellings, and the installation of bulk infrastructure and rehabilitation and refurbishment of electricity infrastructure in order to improve quality of supply.	1 634 772	1 564 658	2 056 090
<b>National Treasury (Vote 10)</b>	Neighbourhood Development Partnership Grant	To support and facilitate the planning and development of neighbourhood development programmes and projects that provide catalytic infrastructure to leverage third party public and private sector development towards improving the quality of life of residents in targeted underserved neighbourhoods (generally townships).	598 041	591 179	600 000
<b>Human Settlements (Vote 31)</b>	Rural Households Infrastructure Grant	To provide specific capital funding for the reduction of rural water and sanitation backlogs and to target existing households where bulk-dependent services are not viable.	106 721	113 124	118 328
<b>Transport (Vote 37)</b>	(a) Public Transport Infrastructure Grant	To provide for accelerated planning, construction and improvement of public and non-motorised transport infrastructure.	4 668 676	5 126 029	5 278 881
	(b) Rural Roads Asset Management Systems Grant	To assist rural district municipalities to set up rural Road Asset Management Systems, and collect road and traffic data in line with the Road Infrastructure Strategic Framework for South Africa.	52 205	75 223	97 763
<b>Water Affairs (Vote 38)</b>	Municipal Water Infrastructure Grant	To facilitate the planning, acceleration and implementation of various projects that will ensure water supply to communities identified as not receiving a basic water supply service.	602 965	1 058 976	2 671 934
<b>TOTAL</b>			<b>22 015 440</b>	<b>23 213 024</b>	<b>26 271 066</b>

**SCHEDULE 6A**  
**ALLOCATIONS-IN-KIND TO PROVINCES FOR DESIGNATED SPECIAL PROGRAMMES**

Vote	Name of allocation	Purpose	Province	Column A		Column B	
				2013/14 Allocation	2014/15	Forward Estimates	2015/16
<b>Basic Education (Vote 15)</b>	School Infrastructure Backlogs Grant	Eradication of entire inappropriate school infrastructure; provision of water, sanitation and electricity to schools.	Eastern Cape	R'000 824 085	R'000 2 025 542	R'000 2 772 301	R'000 40 000
			Free State	717 299	613 161		
			Gauteng	13 060	16 800		
			KwaZulu-Natal	224 433	38 096		
			Limpopo	71 267	20 000		
			Mpumalanga	64 104	4 700		
			Northern Cape	25 189	18 200		
			North West	16 544	14 400		8 009
			Western Cape	-	418 604		92 000
			<b>TOTAL</b>	<b>1 955 981</b>	<b>3 169 503</b>		<b>2 912 310</b>
			<b>Health (Vote 16)</b>	(a) 2014 African Nations Championship: Health and Medical Services Grant	To provide health and medical services for the 2014 African Nations Championship.	Eastern Cape	-
Free State	-	-				-	-
Gauteng	-	-				-	-
KwaZulu-Natal	-	-				-	-
Limpopo	-	-				-	-
Mpumalanga	-	-				-	-
Northern Cape	-	-				-	-
North West	-	-				-	-
Western Cape	-	-				-	-
Unallocated	6 000	-				-	-
<b>TOTAL</b>	<b>6 000</b>	<b>6 000</b>					<b>484 000</b>
(b) National Health Grant	To address capacity constraints in the provinces and to create an alternate track to speed up infrastructure delivery; to improve spending, performance, monitoring and evaluation on National Health Insurance pilots and infrastructure projects.	Eastern Cape	135 000	484 000	484 000	484 000	
		Free State	94 000	92 000	95 000	95 000	
		Gauteng	102 000	247 000	247 000	247 000	
		KwaZulu-Natal	58 000	32 000	32 000	32 000	
		Limpopo	155 000	550 000	550 000	550 000	
		Mpumalanga	106 123	116 100	107 682	107 682	
		Northern Cape	44 816	47 142	47 839	47 839	
		North West	85 086	94 620	95 431	95 431	
		Western Cape	27 000	17 000	17 000	17 000	
		Unallocated	291 000	420 000	443 803	443 803	
		<b>TOTAL</b>	<b>1 098 025</b>	<b>2 099 862</b>		<b>2 119 755</b>	

## SCHEDULE 6B

## ALLOCATIONS-IN-KIND TO MUNICIPALITIES FOR DESIGNATED SPECIAL PROGRAMMES

Vote	Name of allocation	Purpose	Column A	Column B	
			2013/14 Allocation	Forward Estimates	2015/16
			R'000	R'000	R'000
<b>National Treasury (Vote 10)</b>	Neighbourhood Development Partnership Grant	To support and facilitate the planning and development of neighbourhood development programmes and projects that provide catalytic infrastructure to leverage third party public and private sector development towards improving the quality of life of residents in targeted underserved neighbourhoods (generally townships).	55 000	58 300	65 000
<b>Energy (Vote 29)</b>	(a) Integrated National Electrification Programme (Eskom) Grant	To implement the Integrated National Electrification Programme by providing capital subsidies to Eskom to address the electrification backlog of occupied residential dwellings, the installation of bulk infrastructure and rehabilitation and refurbishment of electricity infrastructure in order to improve quality of supply.	2 141 027	2 488 037	3 680 043
<b>Water Affairs (Vote 38)</b>	(a) Water Services Operating Subsidy Grant	To subsidise and build capacity in water schemes owned and/or operated by the Department of Water Affairs or by other agencies on behalf of the department.	138 894	142 013	151 185
	(b) Regional Bulk Infrastructure Grant	To develop infrastructure that connects water resources, to infrastructure serving extensive areas across municipal boundaries or large regional bulk infrastructure serving numerous communities over a large area within a municipality, in the case of sanitation, to supplement regional bulk collection as well as regional waste water treatment works.	3 203 397	4 482 896	4 871 654
<b>TOTAL</b>			<b>5 538 318</b>	<b>7 171 246</b>	<b>8 767 882</b>

## SCHEDULE 7A

## UNALLOCATED PROVISIONS FOR PROVINCES FOR DISASTER RESPONSE

Vote	Name of allocation	Purpose	Province	Column A	Column B	
				2013/14 Allocation	Forward Estimates	
				2014/15	2015/16	
				R'000	R'000	R'000
Cooperative Governance and Traditional Affairs (Vote 3)	Provincial Disaster Grant	To provide for the immediate release of funds for disaster response.	Eastern Cape	-	-	-
			Free State	-	-	-
			Gauteng	-	-	-
			KwaZulu-Natal	-	-	-
			Limpopo	-	-	-
			Mpumalanga	-	-	-
			Northern Cape	-	-	-
			North West	-	-	-
			Western Cape	-	-	-
			Unallocated	188 100	197 372	204 344
<b>TOTAL</b>	<b>188 100</b>	<b>197 372</b>	<b>204 344</b>			

## SCHEDULE 7B

## UNALLOCATED PROVISIONS FOR MUNICIPALITIES FOR DISASTER RESPONSE

Vote	Name of allocation	Purpose	Column A	Column B	
			2013/14 Allocation	Forward Estimates	
			2014/15	2015/16	
			R'000	R'000	R'000
Cooperative Governance and Traditional Affairs (Vote 3)	Municipal Disaster Grant	To provide for the immediate release of funds for disaster response.	346 500	363 580	376 424
			<b>346 500</b>	<b>363 580</b>	<b>376 424</b>
<b>TOTAL</b>			<b>363 580</b>	<b>376 424</b>	