
GOVERNMENT NOTICE

NATIONAL TREASURY**No. 216****20 March 2013**

I, Pravin J Gordhan, Minister of Finance, acting in terms of the Division of Revenue Act, 2012 (Act No. 5 of 2012), as amended, hereby publish in the attached Schedule -

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

For ease of reference only and where applicable, the attached Schedule reflects the allocations published in the Division of Revenue Amendment Act, 2012 (Act No. 18 of 2012) as Column A, stopping of allocations and re-allocations in Column B and the total adjusted allocations in Column C.

This Government Notice is set out as follows:

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



Pravin J Gordhan
Minister of Finance

SCHEDULE 4
(Schedule 5 to Act 5 of 2012)
SPECIFIC PURPOSE ALLOCATIONS TO PROVINCES

Vote	Name of allocation	Purpose	Type of allocation	Province	Column A	Column B	Column C
					2012/13 (Division of Revenue Amendment Act, 2012 (Act No. 18 of 2012))	2012/13 Stopping and re- allocation after stopping of allocation	2012/13 Adjusted allocation
Public Works (Vote 7)	Devolution of Property Rate Funds Grant	To facilitate the transfer of property rates expenditure responsibility to provinces.	Conditional allocation	Eastern Cape	R'000	R'000	R'000
				Free State	200 825		
				Gauteng	231 399		
				KwaZulu-Natal	281 469		
				Limpopo	551 100		
				Mpumalanga	35 399		
				Northern Cape	76 870		
				North West	43 911		
				Western Cape	178 185		
				TOTAL	1 918 659	- 120 489	
					Less:		
					Stopping of allocation in terms of Section 18 of the Division of Revenue Act, 2012 (Act No. 5 of 2012), as amended		
					Plus:		
	Re-allocation after stopping of allocation in terms of Section 19 of the Division of Revenue Act, 2012 (Act No. 5 of 2012), as amended						
	Revised allocations						
	TOTAL	109 366					
	Eastern Cape	200 825	200 825				
	Free State	231 399	36 615				
	Gauteng	281 469	-				
	KwaZulu-Natal	551 100	- 120 489				
	Limpopo	35 399	-				
	Mpumalanga	76 870	28 251				
	Northern Cape	43 911	28 251				
	North West	178 185	44 500				
	Western Cape	319 501	- 11 123				
	TOTAL	1 918 659	- 11 123				
			1 907 536				

Explanatory Memorandum to the Provincial Allocations set out in the Schedule

This *Gazette* is published in terms of the Division of Revenue Act, 2012 (Act No. 5 of 2012), as amended by the Division of Revenue Amendment Act, 2012 (Act No. 18 of 2012), and provides information on adjustments to existing allocations to provinces in the 2012/13 financial year.

This is necessitated by the need to stop the flow of funds in terms of Section 18 of the Division of Revenue Act, 2012, as amended, and the need to re-allocate the stopped funds to provinces, as approved in terms of Section 19 of the Division of Revenue Act, 2012, as amended.

This *Gazette* therefore updates information that was published in the Division of Revenue Amendment Act, 2012.

This notice affects the Devolution of Property Rate Funds grant and the Mass Participation and Sport Development grant:

- a) In compliance with Section 18 of the Division of Revenue Act, 2012, as amended, the national Department of Public Works stops the transfer of funds to KwaZulu-Natal to the value of R120.5 million for the Devolution of Property Rate Funds grant, following slow spending on the part of KwaZulu-Natal.
- b) In compliance with Section 19 of the Division of Revenue Act, 2012, as amended, the national Department of Public Works re-allocates funds to the Free State to the value of R36.6 million, Mpumalanga to the value of R28.3 million and Western Cape to the value of R44.5 million for the Devolution of Property Rate Funds grant, following demonstrated capacity to spend in the Free State, Mpumalanga and Western Cape.
- c) In compliance with Section 18 of the Division of Revenue Act, 2012, as amended, the national Department of Sport and Recreation South Africa stops the transfer of funds to Eastern Cape (R0.584 million), Free State (R0.255 million), Gauteng (R0.582 million), KwaZulu-Natal (R0.574 million), Limpopo (R0.031 million), Mpumalanga (R0.198 million), North West (R0.233 million) and Western Cape (R0.148 million) for the Mass Participation and Sport Development grant, following revised allocations by the national Department of Sport and Recreation South Africa.
- d) In compliance with Section 19 of the Division of Revenue Act, 2012, as amended, the national Department of Sport and Recreation South Africa re-allocates funds to Northern Cape to the value of R2.6 million for the Mass Participation and Sport Development grant, following revised allocations by the national Department of Sport and Recreation South Africa.