### GOVERNMENT NOTICES • GOEWERMENTSKENNISGEWINGS

#### **NATIONAL TREASURY**

NO. 381 27 MARCH 2018

I, Nhlanhla M Nene, Minister of Finance, acting in terms of the Division of Revenue Act, 2017 (Act No. 03 of 2017), hereby publish in the attached Schedules -

- (a) Conversion of an allocation in respect of an indirect conditional allocations under the Act; and
- (b) the addition of allocation of converted indirect allocation to a direct allocation for the KwaZulu-Natal and Limpopo provinces.

For ease of reference only and where applicable, the attached Schedules reflect the allocations published in the Division of Revenue Act, 2017 (Act No. 03 of 2017) Schedule 4, Part A, Schedule 6, Part A and Appendix W9.

This Government Notice is set out as follows:

Part 1: Conditional allocations; and

Part 2: Explanatory memorandum relating thereto.

Mhlanhla M Nene

Minister of Finance, MP

## Explanatory Memorandum to the Provincial Allocations set out in the Schedules

This *Gazette* is published in terms of the Division of Revenue Act, 2017 (Act No. 03 of 2017), and provides information on adjustments to existing allocations to national departments and provinces in the 2017/18 financial year.

This is necessitated by the need to convert an indirect allocation to a direct allocation in terms of Section 21 of the Division of Revenue Act, 2017.

This *Gazette* therefore updates information that was published in the Division of Revenue Act, 2017.

This notice affects the School Infrastructure Backlogs Grant and the Education Infrastructure Grant,

a) In compliance with Section 21 of the Division of Revenue Act, 2017 the National Department of Basic Education converts R340 million and R81.7 million for the School Infrastructure Backlogs Grant into the Education Infrastructure Grant for the KwaZulu-Natal and Limpopo respectively.

# SCHEDULE 6, PART A

ALLOCATIONS-IN-KIND TO PROVINCES FOR DESIGNATED SPECIAL PROGRAMMES

				Column A	
Vote	Name of allocation	Purpose	2017/18 Main Allocation	Adjustment	2017/18 Adjusted Allocation
Basic Education	asic Education   School Infrastructure Backlogs Grant	Eradication of all inappropriate school infrastructure; provision of water,	R'000	R'000	R'000
(Vote 14)		sanitation and electricity to schools	2 179 698	( 421 714)	1 757 984
			2 179 698	( 421 714)	1 757 984

SCHEDULE 4, PART A

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

						Column A	
Name of allocation Purpose	Purpose		Type of allocation	Province	2017/18	Adimodus	2017/18
					Main Allocation		Allocation
					R'000	R'000	R'000
Basic Education   Education Infrastructure Grant   To help accelerate construc	To help accelerate construct	ction, maintenance,	To help accelerate construction, maintenance, General conditional allocation to	Eastern Cape	1 581 750		1 581 750
	upgrading and rehabilitat	pgrading and rehabilitation of new and existing provinces	rovinces	Free State	661 635		661 635
infrastructure in education including district and	infrastructure in educatio	n including district and		Gauteng	1 468 146		1 468 146
circuit accommodation; to enhance capacity to	circuit accommodation; t	o enhance capacity to		KwaZulu-Natal	1 993 146	339 996	2 333 142
deliver infrastructure in education; to address	deliver infrastructure in	education; to address		Limpopo	810 523	81 718	892 241
damage to mirastructure, to aumess achievement of the targets set out in the	damage to mirasurucum achievement of the targ	ets set out in the		Mpumalanga	750 184		750 184
minimum norms and standard for school	minimum norms and s	tandard for school		Northern Cape	612 267		612 267
infrastructure.	infrastructure.			North West	1 074 331		1 074 331
				Western Cape	1 093 580		1 093 580
				TOTAL	10 045 562	421 714	10 467 276

### **APPENDIX W9**

### APPENDIX TO SCHEDULE 6A:BREAKDOWN OF SCHOOL INFRASTRUCTURE BACKLOGS GRANT: ALLOCATIONS PER PROVINCE

Basic Education (Vote 14)	School In	frastructure Backle	ogs Grant
Province		Financial Year	
	2017/18 Main Allocation R'000	Adjustments R'000	2017/18 Adjusted allocation R'000
Eastern Cape	1,159,120	-324,996	834,124
Free State	656,578		656,578
Gauteng	-		-
KwaZulu-Natal	15,000	-15,000	-
Limpopo	317,000	-81,718	235,282
Mpumalanga	15,000		15,000
Northern Cape	-		_
North West	17,000		17,000
Western Cape	-	_	_
Total	2,179,698	-421,714	1,757,984

- I, Nhlanhla M Nene, Minister of Finance, acting in terms of the Division of Revenue Act, 2017 (Act No. 03 of 2017), hereby publish in the attached Schedules -
- (a) Conversion of an allocation in respect of disaster response grant to provinces under the Act; and
- (b) the addition of allocation of converted allocation to a disaster response grant to municipalities .

For ease of reference only and where applicable, the attached Schedules reflect the allocations published in the Division of Revenue Act, 2017 (Act No. 03 of 2017) Schedule 7A. Part A and Part B.

This Government Notice is set out as follows:

Part 1: Conditional allocations; and

Part 2: Explanatory memorandum relating thereto.

Nhlanhla Nene

Minister of Finance, MP

Date:

## Explanatory Memorandum to the Provincial Allocations set out in the Schedules

This *Gazette* is published in terms of the Division of Revenue Act, 2017 (Act No. 03 of 2017), and provides information on adjustments to existing allocations to national departments and provinces in the 2017/18 financial year.

This is necessitated by the need to convert a portion of a schedule 7A grant to a schedule 7B grant allocation in terms of Section 21 (7) of the Division of Revenue Act, 2017.

This Gazette therefore updates information that was published in the Division of Revenue Act, 2017.

This notice affects the Provincial Disaster Grant and the Municipal Disaster Grant,

a) In compliance with Section 21 (7) of the Division of Revenue Act, 2017 the National Department of Cooperative Governance and Traditional Affairs converts R41.1 million for the Provincial Disaster Grant (Schedule 7A) into the Municipal Disaster Grant (Schedule 7B).

SCHEDULE 7, PART A

UNALLOCATED PROVISIONS FOR PROVINCES FOR DISASTER RESPONSE

				Column A	
Vote	Name of allocation	Purpose	2017/18 Main Allocation	Adjustment	2017/18 Adjusted Allocation
Cooperative Governance and	Provincial Disaster Grant	To provide for the immediate release of funds for disaster response.	R'000	R'000	R'000
Traditional Affairs			123 432	(41093)	82 339
(Vote 4)			123 432	( 41 093)	82 339

SCHEDULE 7, PART B

UNALLOCATED PROVISIONS FOR MUNICIPALITIES FOR DISASTER RESPONSE

				Column A	
Vote	Name of allocation	Purpose	2017/18 Main Allocation	Adjustment	2017/18 Adjusted Allocation
Cooperative Governance and	Municipal Disaster Grant	To provide for the immediate release of funds for disaster response.	R'000	R'000	R'000
Traditional Affairs			300 281	41 093	341 374
(Vote 4)			300 281	41 093	341 374