

EASTERN CAPE PROVINCIAL LEGISLATURE

OFFICE OF THE CHAIRPERSON OF THE PORTFOLIO COMMITTEE ON FINANCE

FAX

(040) 608 0081

(040) 609 2106

Inetshitumbu@ecleg.gov.za 05 April 2013

PHYSICAL ADDRESS

PARLIAMENTARY BLDG INDEPENDENCE AVENUE

BISHO, SOUTH AFRICA

POSTAL ADDRESS

P/Bog X0051 BISHO, SOUTH AFRICA

5605

NEGOTIATING MANDATE

To:

The Chairperson:

Select Committee on Appropriations

Name of Bill:

Division of Revenue Bill

Number of Bill:

[B2-2013]

Date of Deliberation

03 April 2013

Vote of the Legislature

The Legislature supports the Bill and mandates the Eastern Cape delegate to negotiate in favor of the adoption of the Bill. However we wish to raise the following matters for consideration:

- That there is a need to urgently review the equitable share formula (a) so that it must take into account other factors such as poverty levels, number of indigent people at the Municipality, infrastructure backlog in various areas.
- That there are Municipalities whose equitable share has declined or (b) has increased by less than CPIX and this will make these Municipalities not to be able to operate.

(c) There is a need for the EPWP grant to be significantly increased as it is a vehicle for job creation.

HON M. MATOMELA (MPL)

CHAIRPERSON OF THE PÓRTFOLIO COMMITTEE ON FINANCE