

REPUBLIC OF SOUTH AFRICA

DIVISION OF REVENUE AMENDMENT BILL

*(As introduced in the National Assembly (proposed section 76); explanatory summary of
Bill published in Government Gazette No. 35800 of 19 October 2012)
(The English text is the official text of the Bill)*

(MINISTER OF FINANCE)

[B 33—2012]

ISBN 978-1-4850-0017-4

No. of copies printed 1 800

BILL

To amend the Division of Revenue Act, 2012, in accordance with the Money Bills Amendment Procedure and Related Matters Act, 2009; 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 the Division of Revenue Act, 2012 (Act No. 5 of 2012), gives effect to section 214(1) of the Constitution in respect of the 2012/13 financial year;

AND WHEREAS section 12(4) of the Money Bills Amendment Procedure and Related Matters Act, 2009 (Act No. 9 of 2009), requires the Minister of Finance to table a division of revenue amendment Bill with a revised fiscal framework if the adjustments budget effects changes to the Division of Revenue Act for the relevant year,

BE IT THEREFORE ENACTED by the Parliament of the Republic of South Africa, as follows:—

Substitution of Column A of Schedules 1, 2, 4, 5, 6 and 7 to Act 5 of 2012

1. (1) Column A of Schedule 1 to this Act is hereby substituted for Column A of Schedule 1 to the Division of Revenue Act, 2012 (hereinafter referred to as the principal Act) setting out the equitable division of revenue raised nationally among the national, provincial and local sphere of government for the 2012/13 financial year. 5

(2) Column A of Schedule 2 to this Act is hereby substituted for Column A of Schedule 2 to the principal Act setting out each province's equitable share of the provincial sphere's share of revenue raised nationally for the 2012/13 financial year. 10

(3) Column A of Schedule 3 to this Act is hereby substituted for Column A of Schedule 4 to the principal Act specifying the allocations to provinces and municipalities for the 2012/13 financial year to supplement the funding of programmes or functions funded from provincial and municipal budgets, respectively.

(4) Column A of Schedule 4 to this Act is hereby substituted for Column A of Schedule 5 to the principal Act specifying the specific purpose allocations to provinces for the 2012/13 financial year. 15

(5) Column A of Schedule 5 to this Act is hereby substituted for Column A of Schedule 6 to the principal Act specifying the specific purpose allocations to municipalities for the 2012/13 financial year. 20

(6) Column A of Schedule 6 to this Act is hereby substituted for Column A of Schedule 7 to the principal Act specifying allocations-in-kind to provinces and municipalities for designated special programmes for the 2012/13 financial year.

Short title

2. This Act is called the Division of Revenue Amendment Act, 2012.

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SCHEDULE 1
(Schedule 1 to Act 5 of 2012)
**EQUITABLE DIVISION OF REVENUE RAISED NATIONALLY AMONG
THE THREE SPHERES OF GOVERNMENT**

Spheres of Government	Column A		
	2012/13 Main Allocation	Adjustment	2012/13 Adjusted Allocation
	R'000	R'000	R'000
National ^{1,2}	622 434 681	(5 860 531)	616 574 150
Provincial	309 057 382	3 958 416	313 015 798
Local	37 873 396	-	37 873 396
TOTAL	969 365 459	(1 902 115)	967 463 344

1. National share includes conditional allocations to provincial and local spheres, general fuel levy sharing with metropolitan municipalities and debt service cost.
2. The direct charges for the provincial equitable share are netted out.

SCHEDULE 2
(Schedule 2 to Act 5 of 2012)
**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		
	2012/13 Main Allocation	Adjustment	2012/13 Adjusted Allocation
	R'000	R'000	R'000
Eastern Cape	46 940 272	619 616	47 559 888
Free State	18 531 165	264 121	18 795 286
Gauteng	54 545 389	667 473	55 212 862
KwaZulu-Natal	67 802 913	835 750	68 638 663
Limpopo	38 721 016	538 621	39 259 637
Mpumalanga	24 874 453	328 390	25 202 843
Northern Cape	8 255 155	100 846	8 356 001
North West	20 614 831	256 364	20 871 195
Western Cape	28 772 188	347 235	29 119 423
TOTAL	309 057 382	3 958 416	313 015 798

SCHEDULE 3

(Schedule 4 to Act 5 of 2012)

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	
					2012/13 Main Allocation R'000	2012/13 Adjusted Allocation R'000
Agriculture, Forestry and Fisheries (Vote 26)	Comprehensive Agricultural Support Programme Grant	To expand the provision of agricultural support services, promote and facilitate agricultural development by targeting smallholding and previously disadvantaged farmers thereby contributing to the Zero Hunger Strategy.	General conditional allocation to provinces	Eastern Cape	-	197 209
				Free State	-	126 829
				Gauteng	-	48 016
				KwaZulu-Natal	-	183 726
				Limpopo	-	192 243
				Mpumalanga	-	114 829
				Northern Cape	-	424 999
				North West	-	155 277
				Western Cape	-	91 863
				TOTAL	1 534 991	1 534 991
Basic Education (Vote 15)	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 schools affected by disasters.	General conditional allocation to provinces	Eastern Cape	-	883 403
				Free State	-	459 635
				Gauteng	-	512 866
				KwaZulu-Natal	-	1 247 477
				Limpopo	-	942 091
				Mpumalanga	-	530 711
				Northern Cape	-	307 609
				North West	-	507 200
				Western Cape	-	431 397
				TOTAL	5 822 389	5 822 389
Health (Vote 16)	(a) Health Infrastructure Grant	To supplement provincial funding of health infrastructure to address backlogs, accelerate the provision of health facilities and ensure proper life cycle maintenance of provincial health infrastructure.	General conditional allocation to provinces	Eastern Cape	-	258 862
				Free State	-	139 073
				Gauteng	-	110 361
				KwaZulu-Natal	180 000	573 367
				Limpopo	-	267 888
				Mpumalanga	-	108 971
				Northern Cape	-	98 258
				North West	-	112 790
				Western Cape	-	131 411
				TOTAL	1 620 981	1 800 981

SCHEDULE 3
(Schedule 4 to Act 5 of 2012)

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		
					2012/13 Main Allocation R'000	Adjustment R'000	2012/13 Adjusted Allocation R'000
Health (Vote 16)	(b) 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 Human Resource for Health in expanding undergraduate medical education for 2012 and beyond (2025).	Nationally assigned function to provinces	Eastern Cape	178 730	-	178 730
				Free State	130 930	-	130 930
				Gauteng	725 310	-	725 310
				KwaZulu-Natal	261 860	-	261 860
				Limpopo	103 913	-	103 913
				Mpumalanga	85 208	-	85 208
				Northern Cape	68 583	-	68 583
				North West	93 522	-	93 522
				Western Cape	428 120	-	428 120
				TOTAL	2 076 176	-	2 076 176
Higher Education and Training (Vote 17)	(c) 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 border patients.	Nationally assigned function to provinces	Eastern Cape	682 445	-	682 445
				Free State	786 724	-	786 724
				Gauteng	3 044 567	-	3 044 567
				KwaZulu-Natal	1 323 114	-	1 323 114
				Limpopo	288 427	-	288 427
				Mpumalanga	91 879	-	91 879
				Northern Cape	266 621	-	266 621
				North West	211 765	-	211 765
				Western Cape	2 182 468	-	2 182 468
				TOTAL	8 878 010	-	8 878 010
Higher Education and Training (Vote 17)	Further Education and Training Colleges Grant	To ensure the successful transfer of the FET College function to the Department of Higher Education and Training.	General conditional allocation to provinces	Eastern Cape	688 593	11 330	699 923
				Free State	317 955	5 849	323 804
				Gauteng	1 113 533	19 712	1 133 245
				KwaZulu-Natal	839 837	19 025	858 862
				Limpopo	536 612	9 156	545 768
				Mpumalanga	342 696	2 589	345 285
				Northern Cape	76 599	1 743	78 342
				North West	257 233	4 556	261 789
				Western Cape	584 213	13 376	597 589
				TOTAL	4 757 271	87 336	4 844 607

SCHEDULE 3

(Schedule 4 to Act 5 of 2012)

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		
					2012/13 Main Allocation R'000	Adjustment R'000	2012/13 Adjusted Allocation R'000
Transport (Vote 37)	(a) Provincial Roads Maintenance Grant	To supplement provincial roads investments and support preventative, routine and emergency maintenance on provincial road networks; ensure provinces implement and maintain road asset management systems; promote the use of labour-intensive methods in road maintenance; repair roads and bridges damaged by floods.	General conditional allocation to provinces	Eastern Cape	-	1 369 985	
				Free State	-	564 930	
				Gauteng	-	579 081	
				KwaZulu-Natal	-	1 501 171	
				Limpopo	-	1 168 594	
				Mpumalanga	-	1 240 694	
				Northern Cape	-	483 706	
				North West	-	594 789	
				Western Cape	-	478 895	
				TOTAL	-	7 981 845	
	(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	-	174 466	
				Free State	-	192 872	
				Gauteng	-	1 625 746	
				KwaZulu-Natal	-	808 279	
				Limpopo	-	260 725	
				Mpumalanga	-	439 003	
				Northern Cape	-	39 255	
				North West	-	80 686	
				Western Cape	-	696 237	
				TOTAL	-	4 317 269	

SCHEDULE 3
(Schedule 4 to Act 5 of 2012)
ALLOCATIONS TO MUNICIPALITIES TO SUPPLEMENT THE FUNDING OF FUNCTIONS FUNDED FROM MUNICIPAL BUDGETS

Vote	Name of allocation	Purpose	City	Column A		
				2012/13 Main Allocation	Adjustment	2012/13 Adjusted Allocation
Human Settlements (Vote 31)	Urban Settlements Development Grant	To assist metropolitan municipalities to improve urban land production to the benefit of poor households, by supplementing the revenues of metropolitan municipalities to: reduce the real average cost of urban land, increase the supply of well located land, enhance tenure security and quality of life in informal settlements, improve spatial densities and to subsidise the capital costs of acquiring land and providing basic services for poor households.	Buffalo City	R'000 499 474	-	R'000 499 474
			City of Cape Town	971 980	-	971 980
			City of Johannesburg	1 290 748	-	1 290 748
			City of Tshwane	1 051 070	-	1 051 070
			Ekurhuleni	1 212 537	-	1 212 537
			eThekweni	1 287 560	-	1 287 560
			Mangaung	485 967	-	485 967
			Nelson Mandela Bay	592 870	-	592 870
			TOTAL	7 392 206	-	7 392 206

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		
					2012/13 Main Allocation	Adjustment	2012/13 Adjusted Allocation
Agriculture, Forestry and Fisheries (Vote 26)	(a) Ilima/Letsema Projects Grant	To assist vulnerable South African farming communities achieve an increase in agricultural production and increased income, invest in infrastructure that unlocks agricultural production and supply government markets with agricultural products thus releasing them from the poverty trap.	Conditional allocation	Eastern Cape	R'000	R'000	R'000
				Free State	42 000	-	42 000
				Gauteng	54 600	-	54 600
				KwaZulu-Natal	16 798	-	16 798
				Limpopo	63 000	-	63 000
				Mpumalanga	42 000	-	42 000
				Northern Cape	42 000	-	42 000
				North West	63 000	-	63 000
				Western Cape	42 000	-	42 000
				TOTAL	50 400	-	415 798
Arts and Culture (Vote 14)	(b) Land Care Programme Grant: Poverty Relief and Infrastructure Development	To enhance the sustainable conservation of natural agricultural resources through a community-based participatory approach; to create job/work opportunities through the Expanded Public Works Programme; to create an enabling environment for improved food security and poverty relief.	Conditional allocation	Eastern Cape	16 823	-	16 823
				Free State	8 953	-	8 953
				Gauteng	6 246	-	6 246
				KwaZulu-Natal	20 304	-	20 304
				Limpopo	20 356	-	20 356
				Mpumalanga	10 958	-	10 958
				Northern Cape	12 724	-	12 724
				North West	11 557	-	11 557
				Western Cape	7 740	-	7 740
				TOTAL	115 661	-	115 661
Arts and Culture (Vote 14)	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 national and local government initiatives.	Conditional allocation	Eastern Cape	78 058	-	78 058
				Free State	50 304	-	50 304
				Gauteng	56 452	-	56 452
				KwaZulu-Natal	48 619	-	48 619
				Limpopo	68 822	-	68 822
				Mpumalanga	68 822	-	68 822
				Northern Cape	72 395	-	72 395
				North West	64 973	-	64 973
				Western Cape	56 129	-	56 129
				TOTAL	564 574	-	564 574

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		
					2012/13 Main Allocation	Adjustment	2012/13 Adjusted Allocation
Basic Education (Vote 15)	(a) Dinaledi Schools Grant	To promote Mathematics and Physical Science teaching and learning; improve learner performance in Mathematics and Physical Science in line with the Action Plan 2014; improve teachers content knowledge of Mathematics and Physical Science.	Conditional allocation	Eastern Cape	R'000	R'000	R'000
				Free State	11 964	-	11 964
				Gauteng	7 179	-	7 179
				KwaZulu-Natal	20 139	-	20 139
				Limpopo	17 547	-	17 547
				Mpumalanga	10 169	-	10 169
				Northern Cape	9 172	-	9 172
				Northern Cape	3 391	-	3 391
				North West	10 568	-	10 568
				Western Cape	9 571	-	9 571
				TOTAL	99 700	-	99 700
	(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 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.	Conditional allocation	Eastern Cape	R'000	R'000	R'000
				Free State	35 252	-	35 252
				Free State	12 491	-	12 491
				Gauteng	29 147	-	29 147
				KwaZulu-Natal	46 806	-	46 806
				Limpopo	29 942	-	29 942
				Mpumalanga	17 416	-	17 416
				Northern Cape	4 579	-	4 579
				North West	15 616	-	15 616
				Western Cape	17 416	-	17 416
				TOTAL	208 665	-	208 665
	(c) National School Nutrition Programme Grant	To provide nutritious meals to targeted learners.	Conditional allocation	Eastern Cape	R'000	R'000	R'000
				Free State	903 644	-	903 644
				Free State	261 367	-	261 367
				Gauteng	548 690	-	548 690
				KwaZulu-Natal	1 151 644	-	1 151 644
				Limpopo	879 338	-	879 338
				Mpumalanga	474 560	-	474 560
				Northern Cape	113 136	-	113 136
				North West	329 301	-	329 301
				Western Cape	244 784	-	244 784
				TOTAL	4 906 464	-	4 906 464

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		
					2012/13 Main Allocation	Adjustment	2012/13 Adjusted Allocation
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	R'000	R'000	R'000
				Free State	30 000	-	30 000
				Gauteng	19 870	-	19 870
				KwaZulu-Natal	25 000	-	25 000
				Limpopo	40 490	-	40 490
				Mpumalanga	26 700	-	26 700
				Northern Cape	25 678	-	25 678
				North West	12 500	-	12 500
				Western Cape	17 867	-	17 867
				TOTAL	209 369	-	209 369
Health (Vote 16)	(a) 2013 Africa Cup of Nations: Medical Services Grant	To provide health and medical services at the 2013 Africa Cup of Nations (AFCON) championship.	Conditional allocation	Eastern Cape	-	3 000	3 000
				Free State	-	-	-
				Gauteng	-	3 000	3 000
				KwaZulu-Natal	-	3 000	3 000
				Limpopo	-	-	-
				Mpumalanga	-	3 000	3 000
				Northern Cape	-	-	-
				North West	-	3 000	3 000
				Western Cape	-	-	-
				TOTAL	-	15 000	15 000
Health (Vote 16)	(b) 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 (HCT); to support the implementation of the National Operational Plan for comprehensive HIV and Aids treatment and care; to subsidise in-part funding for antiretroviral treatment programme.	Conditional allocation	Eastern Cape	1 060 852	-	1 060 852
				Free State	615 160	-	615 160
				Gauteng	1 901 293	-	1 901 293
				KwaZulu-Natal	2 225 423	-	2 225 423
				Limpopo	713 432	-	713 432
				Mpumalanga	575 032	-	575 032
				Northern Cape	248 372	-	248 372
				North West	685 204	-	685 204
				Western Cape	738 080	-	738 080
				TOTAL	8 762 848	-	8 762 848

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		
					2012/13 Main Allocation	Adjustment	2012/13 Adjusted Allocation
Health (Vote 16)	(c) Hospital Revitalisation Grant	To provide funding to enable provinces to plan, manage, modernise, rationalise and transform health infrastructure, health technology, monitoring and evaluation of the health facilities in line with national policy objectives; supplement expenditure on health infrastructure delivered through public-private partnerships.	Conditional allocation	Eastern Cape	R'000	R'000	R'000
				Free State	402 679	-	402 679
				Gauteng	472 384	166 000	638 384
				KwaZulu-Natal	795 439	-	795 439
				Limpopo	566 605	20 000	586 605
				Mpumalanga	301 193	-	301 193
				Northern Cape	300 000	-	300 000
				North West	346 083	-	346 083
				Western Cape	423 127	-	423 127
				TOTAL	4 103 595	186 000	4 289 595
	(d) National Health Insurance Grant	Test innovations necessary for implementing National Health Insurance; to undertake health system strengthening initiatives and support selected pilot districts in implementing identified service delivery interventions; to strengthen the resource management of selected central hospitals.	Conditional allocation	Eastern Cape	11 500	-	11 500
				Free State	16 500	-	16 500
				Gauteng	31 500	-	31 500
				KwaZulu-Natal	33 000	-	33 000
				Limpopo	11 500	-	11 500
				Mpumalanga	11 500	-	11 500
				Northern Cape	11 500	-	11 500
				North West	11 500	-	11 500
				Western Cape	11 500	-	11 500
				TOTAL	150 000	-	150 000
	(e) Nursing Colleges and Schools Grant	To supplement provincial funding of health infrastructure to accelerate the provision of health facilities including office furniture and related equipment, and to ensure proper maintenance of provincial health infrastructure for Nursing Colleges and schools.	Conditional allocation	Eastern Cape	14 660	-	14 660
				Free State	9 160	-	9 160
				Gauteng	12 480	-	12 480
				KwaZulu-Natal	16 480	-	16 480
				Limpopo	12 400	-	12 400
				Mpumalanga	9 740	-	9 740
				Northern Cape	6 080	-	6 080
				North West	8 680	-	8 680
				Western Cape	10 320	-	10 320
				TOTAL	100 000	-	100 000

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		
					2012/13 Main Allocation	Adjustment	2012/13 Adjusted Allocation
Human Settlements (Vote 31)	Human Settlements Development Grant	To provide funding for the creation of sustainable human settlements.	Conditional allocation	Eastern Cape	R'000	R'000	R'000
				Free State	2 292 859	-	2 292 859
				Gauteng	961 619	-	961 619
				KwaZulu-Natal	4 003 776	-	4 003 776
				Limpopo	2 915 297	-	2 915 297
				Mpumalanga	1 471 617	-	1 471 617
				Northern Cape	965 127	-	965 127
				North West	339 551	-	339 551
				Western Cape	1 050 933	-	1 050 933
				TOTAL	15 725 959	-	15 725 959
Public Works (Vote 7)	(a) Devolution of Property Rate Funds Grant	To facilitate the transfer of property rates expenditure responsibility to provinces.	Conditional allocation	Eastern Cape			200 825
				Free State	200 825	-	231 399
				Gauteng	231 399	-	281 469
				KwaZulu-Natal	281 469	-	551 100
				Limpopo	551 100	-	35 399
				Mpumalanga	35 399	-	76 870
				Northern Cape	76 870	-	43 911
				North West	43 911	-	178 185
				Western Cape	178 185	-	319 501
				TOTAL	1 918 659	-	1 918 659
Public Works (Vote 7)	(b) 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 identified focus areas, in compliance with the EPWP guidelines.	Incentive allocation to provinces	Eastern Cape			60 333
				Free State	60 333	-	21 391
				Gauteng	21 391	-	18 835
				KwaZulu-Natal	18 835	-	79 506
				Limpopo	79 506	-	48 983
				Mpumalanga	48 983	-	26 255
				Northern Cape	26 255	-	9 915
				North West	9 915	-	10 444
				Western Cape	10 444	-	17 099
				TOTAL	292 761	-	292 761

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		
					2012/13 Main Allocation	Adjustment	2012/13 Adjusted Allocation
Public Works (Vote 7)	(c) 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.	Conditional allocation	Eastern Cape	R'000	R'000	R'000
				Free State	22 121	-	22 121
				Gauteng	23 908	-	23 908
				KwaZulu-Natal	41 945	-	41 945
				Limpopo	1 673	-	1 673
				Mpumalanga	57 734	-	57 734
				Northern Cape	13 659	-	13 659
				North West	2 073	-	2 073
				Western Cape	29 564	-	29 564
				TOTAL	24 724	-	24 724
				TOTAL	217 401	-	217 401
Sport and Recreation South Africa (Vote 20)	Mass Participation and Sport Development Grant	To facilitate sport and recreation participation and empowerment within schools, clubs and hubs in partnership with relevant stakeholders.	Conditional allocation	Eastern Cape	66 056	-	66 056
				Free State	34 371	-	34 371
				Gauteng	73 930	-	73 930
				KwaZulu-Natal	91 122	-	91 122
				Limpopo	55 733	-	55 733
				Mpumalanga	39 883	-	39 883
				Northern Cape	27 404	-	27 404
				North West	36 497	-	36 497
				Western Cape	44 644	-	44 644
				TOTAL	469 640	-	469 640

SCHEDULE 5
(Schedule 6 to Act 5 of 2012)
SPECIFIC PURPOSE ALLOCATIONS TO MUNICIPALITIES

Vote	Name of allocation	Purpose	Column A		
			2012/13 Main Allocation R'000	Adjustment R'000	2012/13 Adjusted Allocation R'000
CURRENT GRANTS					
Cooperative Governance and Traditional Affairs (Vote 3)	Municipal Systems Improvement Grant	To assist municipalities build in-house capacity to perform their functions and stabilise institutional and governance systems as required in the Municipal Systems Act (MSA) and related legislation, policies and the local government turnaround strategy.	230 096	-	230 096
	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 identified focus areas, in compliance with the EPWP guidelines.	599 240	62 895	662 135
Public Works (Vote 7)	(a) Infrastructure Skills Development Grant	To strengthen the capacity of local government to effectively and efficiently deliver quality infrastructure, by increasing the pool of skills available; and to facilitate lifelong learning and the transfer of knowledge to municipalities.	75 460	-	75 460
	(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 (MFMA).	402 753	-	402 753
Energy (Vote 29)	Electricity Demand Side Management Grant	To provide subsidies to municipalities to implement Electricity Demand Side Management (EDSM) in municipal infrastructure in order to reduce electricity consumption and improve energy efficiency.	200 000	-	200 000
Sports and Recreation South Africa (Vote 20)	2013 Africa Cup of Nations Host City Operating Grant	To assist host cities with the operational responsibilities associated with the hosting of the 2013 Africa Cup of Nations championship.	-	123 111	123 111
Water Affairs (Vote 38)	Water Services Operating Subsidy Grant	To subsidise and build capacity in water schemes owned and/or operated by the Department of Water Affairs (DWA) or by other agencies on behalf of the department and transfer these schemes to local government.	562 434	-	562 434
	TOTAL		2 069 983	186 006	2 255 989
INFRASTRUCTURE GRANTS					
Cooperative Governance and Traditional Affairs (Vote 3)	Municipal Infrastructure Grant	To provide specific capital finance for eradicating basic municipal infrastructure backlogs for poor households, micro enterprises and social institutions servicing poor communities.	13 881 633	-	13 881 633
	Integrated National Electrification Programme (Municipal) Grant	To implement the Integrated National Electrification Programme (INEP) by providing capital subsidies to municipalities 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.	1 151 443	-	1 151 443
National Treasury (Vote 10)	Neighbourhood Development Partnership Grant	To support neighbourhood development projects that provide community infrastructure and create the platform for other public and private sector development, towards improving the quality of life of residents in targeted underserved neighbourhoods (townships generally).	578 132	-	578 132
	(a) Public Transport Infrastructure and Systems Grant	To provide for accelerated planning, construction and improvement of public and non-motorised transport infrastructure and services.	4 988 103	-	4 988 103
Transport (Vote 37)	(b) Rural Roads Asset Management Grant	To assist rural district municipalities to set up rural Road Asset Management Systems (RAMS), and collect road and traffic data in line with the Road Infrastructure Strategic Framework for South Africa (RISFSA).	37 295	-	37 295
	TOTAL		20 636 606	-	20 636 606

SCHEDULE 6
(Schedule 7 to Act 5 of 2012)
ALLOCATIONS-IN-KIND TO PROVINCES FOR DESIGNATED SPECIAL PROGRAMMES

Vote	Name of allocation	Purpose	Province	Column A		
				2012/13 Main Allocation	Adjustment	2012/13 Adjusted Allocation
Basic Education (Vote 15)	School Infrastructure Backlogs Grant	Eradication of inappropriate school infrastructure; provision of water, sanitation and electricity to schools.	Eastern Cape	R'000 1 526 635	R'000 -	R'000 1 526 635
			Free State	160 730	-	160 730
			Gauteng	45 540	-	45 540
			KwaZulu-Natal	159 089	-	159 089
			Limpopo	144 368	-	144 368
			Mpumalanga	141 519	-	141 519
			Northern Cape	14 590	-	14 590
			North West	109 469	-	109 469
			Western Cape	13 060	-	13 060
			TOTAL			2 315 000

SCHEDULE 6
(Schedule 7 to Act 5 of 2012)
ALLOCATIONS-IN-KIND TO MUNICIPALITIES FOR DESIGNATED SPECIAL PROGRAMMES

Vote	Name of allocation	Purpose	Column A		
			2012/13 Main Allocation	Adjustment	2012/13 Adjusted Allocation
			R'000	R'000	R'000
National Treasury (Vote 10)	Neighbourhood Development Partnership Grant	To support neighbourhood development projects that provide community infrastructure and create the platform for other public and private sector development, towards improving the quality of life of residents in targeted underserved neighbourhoods (townships generally).	80 000	-	80 000
Energy (Vote 29)	Integrated National Electrification Programme (Eskom) Grant	To implement the Integrated National Electrification Programme (INEP) 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.	1 879 368	-	1 879 368
Water Affairs (Vote 38)	(a) Water Services Operating Subsidy Grant	To subsidise and build capacity in water schemes owned and/or operated by the Department of Water Affairs (DWA) or by other agencies on behalf of the department and transfer these schemes to local government.	132 598	-	132 598
	(b) Regional Bulk Infrastructure Grant	To develop infrastructure required to connect or augment a water resource, to infrastructure serving extensive areas across municipal boundaries or large regional bulk infrastructure serving numerous communities over a large area within a municipality, and in the case of sanitation, to supplement regional bulk collection as well as regional waste water treatment works.	2 516 641	6 460	2 523 101
Human Settlements (Vote 31)	Rural Households Infrastructure Grant	The grant is intended to provide specific capital funding for the eradication of rural water and sanitation backlogs and is targeted at existing households where bulk-dependent services are not viable. The grant also funds training for beneficiaries on health and hygiene practices and how to maintain the facilities provided.	479 500	(138 875)	340 625
TOTAL			5 088 107	(132 415)	4 955 692

MEMORANDUM ON THE OBJECTS OF THE DIVISION OF REVENUE AMENDMENT BILL, 2012

1. BACKGROUND

- 1.1 Section 214(1) of the Constitution of the Republic of South Africa, 1996, requires that an Act of Parliament be enacted 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.
- 1.2 Section 12(4) of the Money Bills Amendment Procedure and Related Matters Act, 2009 (Act No. 9 of 2009), requires the Minister of Finance to table a division of revenue amendment Bill with a revised fiscal framework if the adjustments budget effects changes to the Division of Revenue Act for the relevant year. As the adjustments budget for 2012 effects changes to the Division of Revenue Act, 2012 (Act No. 5 of 2012) ("the DoRA"), it is necessary for the Division of Revenue Amendment Bill, 2012 ("the Bill"), to be tabled with the adjustments budget.
- 1.3 The Bill is thus introduced in compliance with the requirements of the Constitution and the Money Bills Amendment Procedure and Related Matters Act, 2009.

2. SUMMARY OF BILL

- 2.1 Clause 1 of the Bill provides for the substitution of Column A of Schedules 1, 2, 4, 5, 6 and 7 to the DoRA, which specify the allocations for the 2012/13 financial year, for Column A of Schedules 1, 2, 3, 4, 5 and 6 to the Bill. Amendments to allocations are indicated in Column A by indicating the adjustment and the adjusted amount. The Schedules to the Bill address the following matters:
- (a) Additional unconditional and conditional allocations to provinces and municipalities;
 - (b) the allocation of unallocated conditional allocations to provinces and municipalities;
 - (c) the re-allocation of conditional allocations in terms of section 19 of the DoRA;
 - (d) roll-overs of conditional allocations to provinces and municipalities not transferred by national departments during the 2011/12 financial year; and
 - (e) increases to a conditional allocation to a province or municipality through a virement under section 43 of the Public Finance Management Act, 1999 (Act No. 1 of 1999), or section 28(2)(d) of the Local Government: Municipal Finance Management Act, 2003 (Act No. 56 of 2003), as the case may be.
- 2.2 Clause 2 of the Bill provides for the short title.

3. ORGANISATIONS AND INSTITUTIONS CONSULTED

The following institutions were consulted on the adjustments proposed in the Bill:—

- Financial and Fiscal Commission;
- South African Local Government Association; and
- National and provincial departments.

4. FINANCIAL IMPLICATIONS TO THE STATE

This Bill is necessitated by the proposed national adjustment budget for the 2012/13 financial year which affects the division of revenue between the three spheres of government. Financial implications to government are limited to the total transfers to provinces and local government as indicated in the Schedules to the Bill.

5. CONSTITUTIONAL IMPLICATIONS

This Bill, in conjunction with the DoRA, gives effect to section 214 of the Constitution.

6. PARLIAMENTARY PROCEDURE

- 6.1 The State Law Advisers and the National Treasury are of the opinion that this Bill must be dealt with in accordance with the procedure envisaged by section 76(1) of the Constitution, as it provides for legislation envisaged in Chapter 13 of the Constitution and as it includes provisions affecting the financial interests of the provincial sphere of government, as contemplated in section 76(4)(b) of the Constitution.
- 6.2 The State Law Advisers are of the opinion that it is not necessary to refer this Bill to the National House of Traditional Leaders in terms of section 18(1)(a) of the Traditional Leadership and Governance Framework Act, 2003 (Act No. 41 of 2003), since it does not contain provisions pertaining to customary law or customs of traditional communities.

DIVISION OF REVENUE ATTACHMENTS

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**EXPLANATORY MEMORANDUM TO
THE DIVISION OF REVENUE
AMENDMENT**

Explanatory memorandum to the division of revenue amendment

■ Background

The allocation of resources to the three spheres of government is a critical step in the budget process, required before national government, the nine provinces and 278 municipalities can determine their own budgets. The allocation process takes into account the powers and functions assigned to the three spheres of government. The process for making this decision is at the heart of cooperative governance as envisaged in the Constitution.

To foster transparency and ensure smooth intergovernmental relations, section 214(1) of the Constitution of the Republic of South Africa, 1996, requires that every year a Division of Revenue Act determine the equitable division of nationally raised revenue between the three spheres of government. The Intergovernmental Fiscal Relations Act, 1997 (Act No. 97 of 1997) prescribes the process for determining the equitable sharing and allocation of revenue raised nationally. The Division of Revenue Amendment Bill fulfils the requirement set out in section 12(4) of the Money Bills Amendment Procedure and Related Matters Act, 2009 (Act No. 9 of 2009), that the Minister of Finance must table a division of revenue amendment bill with the revised fiscal framework if the adjustments budget effects changes to the Division of Revenue Act for the relevant year. Section 10(5) of the Intergovernmental Fiscal Relations Act requires that the Division of Revenue Bill must be accompanied by an explanatory memorandum detailing how the Bill takes account of the matters listed in sections 214(2)(a) to (j) of the Constitution, government's response to the recommendations of the Financial and Fiscal Commission (FFC), and any assumptions and formulae used in arriving at the respective divisions among provinces and municipalities. As the FFC's recommendations are specific to the main budget and none of the formulae used in the Division of Revenue Act, 2012 (Act No. 5 of 2012 – herein called “the 2012 DoRA”) have been changed, this explanatory memorandum only contains two parts:

- Part 1 describes the factors that inform the division of resources between the three spheres of government.
- Part 2 describes the amendments to the 2012 division of revenue and their impact on the different spheres of government.

The Division of Revenue Bill and its underlying allocations are the culmination of extensive consultation processes between national, provincial and local government. The Budget Council deliberated on the matters discussed in this memorandum. The approach to local government allocations was discussed with organised local government (South African Local Government Association) at technical meetings, culminating in a meeting of the Budget Forum on 8 October 2012.

■ Part 1: Constitutional considerations

Section 214 of the Constitution requires that the annual Division of Revenue Act be enacted only after taking account of factors in section 214(2)(a) to (j) of the Constitution. These include the national interest, provision for debt, needs of National Government and emergencies, the allocation of resources to provide basic services and meet developmental needs, fiscal capacity and efficiency of the provincial and local spheres, reduction of economic disparities, and promotion of stability and predictability. Annexure W1 submitted with the Division of Revenue Bill, 2012, outlined in detail how these considerations were taken into account in the 2012 division of revenue. None of the adjustments in the Division of Revenue Amendment Bill (“the Bill”) alter the constitutional considerations that informed the 2012 division of revenue.

Part 2: Summary of changes in the 2012 division of revenue amendment bill

An adjustments budget provides for unforeseen and unavoidable expenditure; appropriation of monies already announced during the tabling of the annual budget (but not allocated at that stage); the shifting of funds between and within votes where a function is transferred; the utilisation of savings; and the roll-over of unspent funds from the preceding financial year. If the adjustments budget effects changes to the division of revenue, as contained in the Division of Revenue Act for the relevant year, the Minister of Finance must table a division of revenue amendment Bill with the revised framework. There are amendments to the 2012 Budget that affect the 2012 DoRA, which will be effected through the Bill, once enacted. The amendments as they impact on provinces and municipalities are discussed in detail below.

Provincial allocations

Improvements in conditions of service (ICS)

The provincial equitable share is adjusted upwards by R4 billion to provide for higher than budgeted wage agreements. Provinces were advised to budget for wage increases of 5 per cent but labour and government agreed to a 7 per cent increase. The R4 billion will fund the 2 per cent difference and covers the full wage agreement which includes: salary increase for 11 months of the fiscal year, the increase of the housing allowance from R800 to R900 per month effective from April 2012, long service recognition cash awards and night shift allowances. This amount is shared between provinces in proportion to their shares of personnel numbers as at 31 March 2012. The adjustments per province for improvements in conditions of service (ICS) and the adjusted provincial equitable share per province are shown in Schedule 2 to the Bill (proposing changes to Schedule 2 to the 2012 DoRA).

The *further education and training (FET) colleges grant* is adjusted by R87.3 million for the higher than budgeted wage agreements. These funds are allocated for the same purpose as the adjustments to the Provincial Equitable Share explained above and are shared between provinces in proportion to their share of personnel in FET colleges. The adjustments per province for ICS in FET Colleges and the adjusted baselines per province are shown in Schedule 3 to the Bill (proposing changes to Schedule 4 to the 2012 DoRA).

The distribution of funds available for ICS is shown in Table 1 below.

Table 1: Distribution of ICS Adjustments

R thousand	Total additions available	ICS for FET colleges	ICS added to Equitable share
Eastern Cape	630 946	11 330	619 616
Free State	269 970	5 849	264 121
Gauteng	687 185	19 712	667 473
KwaZulu-Natal	854 775	19 025	835 750
Limpopo	547 777	9 156	538 621
Mpumalanga	330 979	2 589	328 390
Northern Cape	102 589	1 743	100 846
North West	260 920	4 556	256 364
Western Cape	360 611	13 376	347 235
Total	4 045 752	87 336	3 958 416

Adjustments to conditional grants

A new conditional grant will be established as a once-off allocation to provinces for the provision of health and medical services for the 2013 Africa Cup of Nations (AFCON) scheduled from 18 January to 10 February 2013, and all related official events. An amount of R15 million is allocated to five provinces and the allocations for each province are shown in Schedule 4 to the Bill (proposing changes to Schedule 5 to the 2012 DoRA).

Adjustments for two conditional grants in the health sector are made to provide for unforeseen and unavoidable expenditure. The adjustments per province and the adjusted baselines for these grants are shown in Schedules 3 and 4 to the Bill. The adjustments are as follows:

The *health infrastructure grant* is adjusted by R180 million; and

The *hospital revitalisation grant* is adjusted by R186 million.

Table 2 below shows all the revisions to the provincial conditional grants:

Table 2: Revisions to conditional grant baseline allocations, 2012/13

R thousand	2012/13
Additions to baseline	
Health	381 000
AFCON Medical Services ¹	15 000
Health infrastructure grant	180 000
Hospital revitalisation grant	186 000
Higher Education and Training	87 336
FET Colleges grant	87 336
Total additions to baselines	468 336

1. New once-off conditional grant

Allocation of unallocated funds

The *provincial disaster grant* was introduced in the 2011 MTEF to provide for the immediate release of funds in response to disasters. The grant is allocated to the National Disaster Management Centre in the Department of Cooperative Governance as an unallocated grant to provincial government. During the 2012/13 financial year, R850 thousand was approved for disaster response in Limpopo Province. This adjustment has already been published in a Gazette (No. 35478, dated 29 June 2012) in terms of section 26(6)(b) of the 2012 DoRA. Although the adjustment does not form part the Bill, it is described here for information purposes.

Local Government allocations

Roll-overs

When a department does not spend all of the funds allocated to it in a financial year, the remaining funds are returned to the National Revenue Fund. If departments had already committed these funds (or a part thereof) to be spent then they can apply for the funds to be returned to them so that they can meet that commitment. The return of these funds is called a roll-over.

A roll-over of R20 million was approved on the *regional bulk infrastructure grant* as a result of funds committed to projects in 2011/12. The *regional bulk infrastructure grant* is an indirect grant through which the Department of Water Affairs builds bulk infrastructure for water and sanitation and then transfers this infrastructure to municipalities. The focus of the grant is on regional bulk which crosses municipal boundaries.

A roll-over of R17.4 million was approved on the *expanded public works programme integrated grant for municipalities* as a result of funds earned by municipalities not being transferred during 2011/12. These funds were not transferred on time as a result of technical problems with the payment system. This roll-over ensures that municipalities receive the full incentive amounts that they earned for their performance in creating employment.

Savings

Government has instructed national and provincial departments to reduce expenditure where possible over the MTEF period so that these funds can be reallocated to government priorities. As a result of this exercise, amounts of R13.6 million and R138.9 million have been declared as savings on the *regional bulk infrastructure grant* and *rural households infrastructure grant* respectively. The *rural households*

infrastructure grant is an indirect grant through which the Department of Human Settlements provides on-site solutions for water and sanitation in rural areas where it is not feasible to provide households with piped services due to dispersed settlement patterns. These are both indirect grants reflected in Schedule 6 to the Bill. Funds for indirect grants are spent by national departments on behalf of municipalities. The reductions in these grants will therefore not impact on the amounts municipalities have budgeted to receive as transfers.

Adjustments

An adjustment to provide cities with an operational grant for hosting the 2013 Africa Cup of Nations (AFCON) championship has been recommended. The grant will have conditions similar to those of the *2010 FIFA World Cup host cities operating grant*. The grant will provide for costs relating to the following:

- the operations of the 2013 Africa Cup of Nations championship;
- team accommodation and referee accommodation on match day-1, local transport for teams and referees;
- event security at the stadiums, training venues and venues within the stadium precinct;
- VIP hospitality;
- medical, disaster management and insurance;
- tournament branding;
- office equipment and competition equipment; and
- volunteer meals, stipends and transport.

Municipalities will have to ensure that they have an operational plan that has been approved by their council and complies with the minimum requirements for the hosting of the 2013 Africa Cup of Nations championship. The total value of the grant will be R123.1 million. This amount will be allocated among the following cities based on their different roles and expenses in hosting the competition:

- eThekweni - R28.9 million (of which R11 million is for the Final Draw);
- Nelson Mandela Bay - R15.9 million;
- Rustenburg - R21.3 million;
- Mbombela - R31.5 million; and
- Johannesburg - R25.5 million.

Shifts

Corrections to the *municipal infrastructure grant* allocations for two municipalities in KwaZulu-Natal are made through the Adjustment Bill. Funds were allocated incorrectly in the 2012 Division of Revenue Act as a result of a technical error. The following corrections are made:

- for Hlabisa Local Municipality an allocation of R11.9 million instead of R21.9 million in 2012/13; and
- for Mtubatuba Local Municipality an allocation of R20.9 million instead of R10.9 million.

This correction will be effected without altering the baseline of the *municipal infrastructure grant*.

An amount of R45.5 million is added to the *expanded public works programme integrated grant for municipalities* to provide for the full incentive amounts earned by municipalities in the third and fourth quarters of the 2011/12 municipal financial year. Under the previous *expanded public works programme incentive grant for municipalities*, payments for the third and fourth quarters were made in the subsequent financial year. This adjustment, funded from savings in the national Department of Public Works, provides additional funds for those municipalities that earned incentive amounts higher than those allowed for in the 2012/13 allocations tabled in February 2012.

ANNEXURE 1:
FRAMEWORK FOR A CONDITIONAL
GRANT TO PROVINCES

Annexure 1: Framework for a Conditional Grant to Provinces

Detailed framework on Schedule 5 grant to provinces

Introduction

This annexure provides a brief description of the framework for a grant set out in Schedule 4 to the Bill (proposing changes to Schedule 5 to the 2012 DoRA). The grant is a Schedule 5 allocation in terms of the 2012 DoRA. The following are key areas considered for the grant:

- Strategic goal and purpose of the grant
- Outcome statements and outputs of the grant
- Priority outcome(s) of government that the grant primarily contributes to
- Conditions of the grant (additional to what is required in the Bill)
- Criteria for allocation between provinces
- Rationale for funding through a conditional grant
- Past performance
- The projected life of the grant
- 2012 MTEF allocations
- The payment schedule
- Responsibilities of transferring national department and receiving provincial departments
- Process for approval of business plans for 2013/14

The attached framework is not part of the Bill, but is published in order to provide more information on the grant to parliament, legislatures, municipal councils, officials in all three spheres of government and the public. Once the Bill is enacted, this framework will be gazetted in terms of the 2012 DoRA.

The financial statements and annual reports for 2012/13 will report against the 2012 DoRA, and the Bill (as enacted), including their schedules, and the grant frameworks as gazetted in terms of the 2012 DoRA. Such reports must cover both financial and non-financial performance, focusing on the outputs achieved.

HEALTH GRANT

2013 Africa Cup of Nations: Medical Services Grant	
Transferring department	<ul style="list-style-type: none"> Health (Vote 16)
Strategic goal	<ul style="list-style-type: none"> To meet Government Guarantees issued for the hosting of the 2013 Africa Cup of Nations (AFCON) championship in South Africa of ensuring there is a comprehensive health security strategy for the event
Grant purpose	<ul style="list-style-type: none"> To provide health and medical services at the 2013 AFCON championship
Outcome statements	<ul style="list-style-type: none"> A safe health environment during the 2013 AFCON championship Increased health awareness for all teams, officials, spectators and vendors attending the event
Outputs	<ul style="list-style-type: none"> Establish medical centres with Primary Health Care (PHC) and emergency treatment capability at specific venues to provide medical services Provide emergency medical services (ambulances and other emergency medical services deployed) Mass gathering preparations Command and control function to ensure that an effective health security strategy is provided
Priority outcome(s) of government that this grant primarily contributes to	<ul style="list-style-type: none"> Outcome 2: A long and healthy life for all South Africans
Details contained in the Service Level Agreement	<ul style="list-style-type: none"> This grant will use a Service Level Agreement (SLA) which is signed by each provincial health department (Eastern Cape, Gauteng, KwaZulu-Natal, Mpumalanga and North-West) receiving funding for the 2013 AFCON championship and contains the following: <ul style="list-style-type: none"> list of services to be provided monitoring and reporting requirements operational plan format key activities requirements for the provision of health awareness campaigns throughout the championship in line with Negotiated Service Delivery Agreement (NSDA)
Conditions	<ul style="list-style-type: none"> Completion of SLA in the prescribed format and signed by each provincial health department or receiving officer, and the transferring national officer Provinces must maintain a separate budget which is specifically linked to the activities related to the championship Provincial health departments must provide full and unrestricted access to the national Department of Health (NDoH) to all records and data relating to the championship
Allocation criteria	<ul style="list-style-type: none"> Allocated equally to all host provinces
Reason not incorporated in equitable share	<ul style="list-style-type: none"> Funding earmarked for specific provinces hosting the 2013 AFCON championship
Past performance	<p>2010/11 audited financial outcomes</p> <ul style="list-style-type: none"> New grant <p>2010/11 service delivery performance</p> <ul style="list-style-type: none"> New grant
Projected life	<ul style="list-style-type: none"> Once off allocation for 2012/13 financial year
Budget allocation	<ul style="list-style-type: none"> 2012/13: R15 million
Payment schedule	<ul style="list-style-type: none"> Two equal instalments per province (December 2012 and January 2013)
Responsibilities of the national transferring officer and receiving officer	<p>Responsibilities of the national department</p> <ul style="list-style-type: none"> Coordinate activities (planning, preparation and execution) of the provinces Conduct oversight of the event (daily reporting) Compile a monthly report on financial and non-financial matters Prepare a post tournament report for submission to the National Health Council <p>Responsibilities of provincial departments</p> <ul style="list-style-type: none"> Provide a comprehensive operational plan on the provision of health and medical services for the championship to the NDoH in the prescribed format Coordinate activities (planning, preparation and execution) within the province Conduct oversight of the event (daily reporting) and submit daily electronic activity reports to NDoH during the tournament Compile a monthly report on financial and non-financial matters and submit reports to the NDoH Submit complete and accurate monitoring reports to NDoH, as per the format and schedule agreed to between NDoH and provincial health departments Prepare a post tournament report and submit to NDoH 45 days after the end of the tournament
Process for approval of 2013/14 Service Level Agreement	<ul style="list-style-type: none"> Not applicable

ANNEXURE 2:
**FRAMEWORK FOR A CONDITIONAL
GRANT TO MUNICIPALITIES**

Annexure 2: Framework for a Conditional Grant to Municipalities

Detailed framework on Schedule 6 grant to municipalities

Introduction

This annexure provides a brief description for a grant in Schedule 5 to the Bill (proposing changes to schedule 6 to the 2012 DoRA). The grant is a Schedule 6 allocation in terms of the 2012 DoRA. The following are key areas considered for the grant:

- Strategic goal and purpose of the grant
- Outcome statements and outputs of the grant
- Priority outcome(s) of government that the grant primarily contributes to
- Conditions of the grant (additional to what is required in the Bill)
- Criteria for allocation between municipalities
- Rationale for funding through a conditional grant
- Past performance
- The projected life of the grant
- 2012 MTEF allocations
- The payment schedule
- Responsibilities of transferring national department and receiving municipalities
- Process for approval of 2013 MTEF allocations

The attached framework is not part of the Bill, but is published in order to provide more information on the grant to parliament, legislatures, municipal councils, officials in all three spheres of government and the public. Once the Bill is enacted, this framework will be gazetted in terms of the 2012 DoRA.

The financial statements and annual reports for 2012/13 will report against the 2012 DoRA and the Bill (as enacted), including their schedules, and the grant frameworks as gazetted in terms of the 2012 DoRA. Such reports must cover both financial and non-financial performance, focusing on the outputs achieved.

SPORT AND RECREATION SOUTH AFRICA GRANT

2013 Africa Cup of Nations Host City Operating Grant	
Transferring department	<ul style="list-style-type: none"> • Sport and Recreation South Africa (Vote 20)
Strategic goal	<ul style="list-style-type: none"> • Hosting a successful 2013 Africa Cup of Nations in South Africa
Grant purpose	<ul style="list-style-type: none"> • To assist host cities with the operational responsibilities associated with the hosting of the 2013 Africa Cup of Nations championship
Outcomes statements	<ul style="list-style-type: none"> • Operational plans to address the needs of the 2013 Africa Cup of Nations championship
Outputs	<ul style="list-style-type: none"> • Successful hosting of the 2013 Africa Cup of Nations championship • Utilise expertise in event management which were developed through the 2010 FIFA World Cup • Delivery of an efficient and successful championship
Details contained in business plan	<ul style="list-style-type: none"> • The activities that each host city will carry out in order to ensure that the tournament is successful • Plans for events and how these are to be carried out
Conditions	<ul style="list-style-type: none"> • The project and funding must be approved by municipal council in accordance with the Municipal Finance Management Act • The allocation must be used for the following, subject to the specific maximum amounts allocated for: <ul style="list-style-type: none"> – the operations of the 2013 Africa Cup of Nations championship – teams' accommodation and referees' accommodation on match day-1, local transport for teams and referees – events security at the stadiums, training venues and venues within the stadium precinct – VIP hospitality – medical, disaster management and insurance – tournament branding – office equipment and competition equipment – volunteer meals, stipends and transport – the installation of appropriate signage for the championship – the preparation of training venues, public viewing areas and fan parks – the provision of ancillary event related overlay facilities • The municipality must: <ul style="list-style-type: none"> – ensure that the operational plan complies with the minimum requirements for the hosting of the 2013 Africa Cup of Nations championship – ensure that the operational plan is approved by the municipal council – enter into contracts with qualified specialists (if required) in accordance with its supply chain management policy – appoint and retain a dedicated operations manager for the duration of the project that is responsible for managing the performance of the volunteers and contracted specialists in accordance with the contracts – submit a detailed operational plan to the transferring national officer by 31 October 2012
Allocation criteria	<ul style="list-style-type: none"> • The allocation is made for specific operational budgets of municipalities for the hosting of the 2013 Africa Cup of Nations Championship in January and February 2013
Reason not incorporated in equitable share	<ul style="list-style-type: none"> • The allocation is a grant to assist host cities with the funding of the operations of the 2013 Africa Cup of Nations championship
Past performance	<p>2011/12 audited financial outcomes</p> <ul style="list-style-type: none"> • New grant <p>2011/12 service delivery performance</p> <ul style="list-style-type: none"> • New grant
Projected life	<ul style="list-style-type: none"> • Once off allocation for 2012/13 financial year
2012 MTEF allocations	<ul style="list-style-type: none"> • 2012/13: R123.1 million
Payment schedule	<ul style="list-style-type: none"> • A once off transfer will be made in accordance with a payment schedule approved by National Treasury
Responsibilities of the transferring national officer and receiving officer	<p>Responsibilities of the national department</p> <ul style="list-style-type: none"> • The transferring national officer is responsible for the application of the oversight and monitoring provisions of the grant • The transferring national officer must present a system to monitor this grant within thirty days after this Act has been promulgated
	<p>Responsibilities of municipalities</p> <ul style="list-style-type: none"> • Manage and monitor implementation of programmes according to the approved operational plan • Compile and submit a post championship report in line with the activities carried out under the grant within 45 days after the last game of the championship • Comply with provisions of the 2012 Division of Revenue Act
Process for approval of 2013 MTEF allocations	<ul style="list-style-type: none"> • Not applicable

ANNEXURE 3

**SPECIFIC PURPOSE SCHEDULE 6 ALLOCATIONS TO MUNICIPALITIES (SCHEDULE 5 TO THE BILL): CURRENT GRANTS
(National and Municipal Financial Years)**

ANNEXURE 3

**SPECIFIC PURPOSE SCHEDULE 6 ALLOCATIONS TO MUNICIPALITIES
(ANNEXURE REGARDING SCHEDULE 5 TO THE BILL) 1 OF 2**

Category		Municipality		2013 Africa Cup of Nations Host City		
				Operating Grant		
				Column A		
		2012/13 Main allocation	Adjustments	2012/13 Adjusted allocation		
		R'000	R'000	R'000		
EASTERN CAPE						
A	NMA	Nelson Mandela	-	15 923	15 923	
Total: Eastern Cape Municipalities			-	15 923	15 923	
GAUTENG						
A	JHB	City of Johannesburg	-	25 500	25 500	
Total: Gauteng Municipalities			-	25 500	25 500	
KWAZULU-NATAL						
A	ETH	eThekweni	-	28 923	28 923	
Total: KwaZulu-Natal Municipalities			-	28 923	28 923	
MPUMALANGA						
B	MP322	Mbombela	-	31 500	31 500	
Total: Ehlanzeni Municipalities			-	31 500	31 500	
Total: Mpumalanga Municipalities			-	31 500	31 500	
NORTH WEST						
B	NW373	Rustenburg	-	21 265	21 265	
Total: Bojanala Platinum Municipalities			-	21 265	21 265	
Total: North West Municipalities			-	21 265	21 265	
National Total			-	123 111	123 111	

1. An amount of R11 million out of the R28.9 million of eThekweni Metropolitan Municipality is for the Final Draw.

ANNEXURE 3

**SPECIFIC PURPOSE SCHEDULE 6 ALLOCATIONS TO MUNICIPALITIES
(ANNEXURE REGARDING SCHEDULE 5 TO THE BILL) 2 OF 2**

Category		Municipality		Expanded Public Works Programme Intergrated Grant for Municipalities		
				Column A		
				2012/13 Main allocation	Adjustments	2012/13 Adjusted allocation
		R'000	R'000	R'000		
EASTERN CAPE						
B	EC101	Camdeboo	1 000	-	1 000	
B	EC102	Blue Crane Route	1 000	-	1 000	
B	EC103	Ikwezi	1 000	-	1 000	
B	EC104	Makana	1 000	-	1 000	
B	EC105	Ndlambe	1 000	-	1 000	
B	EC106	Sundays River Valley	1 000	-	1 000	
B	EC107	Baviaans	1 471	1 286	2 757	
B	EC108	Kouga	1 224	1 144	2 368	
B	EC109	Kou-kamma	1 000	-	1 000	
C	DC10	Cacadu District Municipality	1 000	-	1 000	
Total: Cacadu Municipalities			10 695	2 430	29 305	
B	EC141	Elundini	1 000	753	1 753	
B	EC142	Senqu	1 857	-	1 857	
B	EC143	Maletswai	1 000	-	1 000	
B	EC144	Gariep	1 000	-	1 000	
C	DC14	Joe Gqabi District Municipality	1 940	-	1 940	
Total: Joe Gqabi Municipalities			6 797	753	7 550	
B	EC153	Ngquza Hill	1 894	823	2 717	
B	EC154	Port St Johns	1 000	-	1 000	
B	EC155	Nyandeni	1 000	462	1 462	
B	EC156	Mhlontlo	1 058	-	1 058	
B	EC157	King Sabata Dalindyebo	1 000	-	1 000	
C	DC15	O.R. Tambo District Municipality	9 139	-	9 139	
Total: O.R. Tambo Municipalities			15 091	1 285	16 376	
Total: Eastern Cape Municipalities			98 626	4 468	103 094	

ANNEXURE 3
SPECIFIC PURPOSE SCHEDULE 6 ALLOCATIONS TO MUNICIPALITIES
(ANNEXURE REGARDING SCHEDULE 5 TO THE BILL) 2 OF 2

		Expanded Public Works Programme Intergrated Grant for Municipalities		
		Column A		
Category	Municipality	2012/13 Main allocation	Adjustments	2012/13 Adjusted allocation
		R'000	R'000	R'000
FREE STATE				
B	FS161 Letsemeng	1 000	74	1 074
B	FS162 Kopanong	1 000	-	1 000
B	FS163 Mohokare	1 000	-	1 000
B	FS164 Naledi	1 000	-	1 000
C	DC16 Xhariep District Municipality	1 000	45	1 045
Total: Xhariep Municipalities		5 000	119	5 119
B	FS181 Masilonyana	1 169	-	1 169
B	FS182 Tokologo	1 444	-	1 444
B	FS183 Tswelopele	1 000	-	1 000
B	FS184 Matjhabeng	882	505	1 387
B	FS185 Nala	1 166	-	1 166
C	DC18 Lejweleputswa District Municipality	1 000	-	1 000
Total: Lejweleputswa Municipalities		6 661	505	7 166
B	FS191 Setsoto	1 090	-	1 090
B	FS192 Dihlabeng	1 000	-	1 000
B	FS193 Nketoana	1 000	-	1 000
B	FS194 Maluti-a-Phofung	8 062	5 044	13 106
B	FS195 Phumelela	-	-	-
B	FS196 Mantsopa	1 000	-	1 000
C	DC19 Thabo Mofutsanyana District Municipality	1 737	-	1 737
Total: Thabo Mofutsanyana Municipalities		13 889	5 044	18 933
Total: Free State Municipalities		37 135	5 668	42 803

ANNEXURE 3

**SPECIFIC PURPOSE SCHEDULE 6 ALLOCATIONS TO MUNICIPALITIES
(ANNEXURE REGARDING SCHEDULE 5 TO THE BILL) 2 OF 2**

Category		Municipality		Expanded Public Works Programme Intergrated Grant for Municipalities		
				Column A		
				2012/13 Main allocation	Adjustments	2012/13 Adjusted allocation
		R'000	R'000	R'000		
GAUTENG						
B	GT421	Emfuleni	1 036	4 802	5 838	
B	GT422	Midvaal	1 000	-	1 000	
B	GT423	Lesedi	1 000	-	1 000	
C	DC42	Sedibeng District Municipality	1 000	39	1 039	
Total: Sedibeng Municipalities			4 036	4 841	8 877	
B	GT481	Mogale City	1 891	194	2 085	
B	GT482	Randfontein	1 000	-	1 000	
B	GT483	Westonaria	1 000	-	1 000	
B	GT484	Merafong City	1 762	-	1 762	
C	DC48	West Rand District Municipality	1 000	-	1 000	
Total: West Rand Municipalities			6 653	194	6 847	
Total: Gauteng Municipalities			175 837	5 035	180 872	

ANNEXURE 3

**SPECIFIC PURPOSE SCHEDULE 6 ALLOCATIONS TO MUNICIPALITIES
(ANNEXURE REGARDING SCHEDULE 5 TO THE BILL) 2 OF 2**

		Expanded Public Works Programme Intergrated Grant for Municipalities		
		Column A		
Category	Municipality	2012/13 Main allocation	Adjustments	2012/13 Adjusted allocation
		R'000	R'000	R'000
KWAZULU-NATAL				
B	KZN232 Emnambethi-Ladysmith	937	3 173	4 110
B	KZN233 Indaka	-	-	-
B	KZN234 Umtshezi	-	-	-
B	KZN235 Okhahlamba	-	-	-
B	KZN236 Imbabazane	-	-	-
C	DC23 Uthukela District Municipality	2 874	-	2 874
Total:Uthukela Municipalities		3 811	3 173	6 984
B	KZN261 eDumbe	1 000	-	1 000
B	KZN262 uPhongolo	1 000	-	1 000
B	KZN263 Abaqulusi	1 000	-	1 000
B	KZN265 Nongoma	1 000	-	1 000
B	KZN266 Ulundi	1 000	-	1 000
C	DC26 Zululand District Municipality	1 000	4 207	5 207
Total: Zululand Municipalities		6 000	4 207	10 207
B	KZN271 Umhlabuyalingana	1 000	-	1 000
B	KZN272 Jozini	-	-	-
B	KZN273 The Big 5 False Bay	-	-	-
B	KZN274 Hlabisa	-	-	-
B	KZN275 Mtubatuba	-	-	-
C	DC27 Umkhanyakude District Municipality	1 000	82	1 082
Total: Umkhanyakude Municipalities		2 000	82	2 082

ANNEXURE 3

**SPECIFIC PURPOSE SCHEDULE 6 ALLOCATIONS TO MUNICIPALITIES
(ANNEXURE REGARDING SCHEDULE 5 TO THE BILL) 2 OF 2**

Category		Municipality		Expanded Public Works Programme Intergrated Grant for Municipalities		
				Column A		
				2012/13 Main allocation	Adjustments	2012/13 Adjusted allocation
		R'000	R'000	R'000		
B	KZN281	Mfolozi				
B	KZN282	uMhlathuze	1 000	-	1 000	
B	KZN283	Ntambanana	1 000	-	1 000	
B	KZN284	uMlalazi	1 000	-	1 000	
B	KZN285	Mthonjaneni	1 000	-	1 000	
B	KZN286	Nkandla	1 000	-	1 000	
C	DC28	uThungulu District Municipality	2 651	1 304	3 955	
Total: uThungulu Municipalities			7 651	1 304	8 955	
B	KZN291	Mandeni	-	-	-	
B	KZN292	KwaDukuza	1 000	-	1 000	
B	KZN293	Ndwedwe	-	-	-	
B	KZN294	Maphumulo	-	-	-	
C	DC29	iLembe District Municipality	1 000	168	1 168	
Total: iLembe Municipalities			2 000	168	2 168	
B	KZN431	Ingwe	-	-	-	
B	KZN432	Kwa Sani	1 000	-	1 000	
B	KZN433	Greater Kokstad	1 000	-	1 000	
B	KZN434	Ubuhlebezwe	1 000	-	1 000	
B	KZN435	Umzimkhulu	1 000	-	1 000	
C	DC43	Sisonke District Municipality	3 028	1 566	4 594	
Total: Sisonke Municipalities			7 028	1 566	8 594	
Total: KwaZulu-Natal Municipalities			84 987	10 500	95 487	

ANNEXURE 3

**SPECIFIC PURPOSE SCHEDULE 6 ALLOCATIONS TO MUNICIPALITIES
(ANNEXURE REGARDING SCHEDULE 5 TO THE BILL) 2 OF 2**

		Expanded Public Works Programme Intergrated Grant for Municipalities		
		Column A		
Category	Municipality	2012/13 Main allocation	Adjustments	2012/13 Adjusted allocation
		R'000	R'000	R'000
LIMPOPO				
B	LIM331 Greater Giyani	1 000	-	1 000
B	LIM332 Greater Letaba	1 142	176	1 318
B	LIM333 Greater Tzaneen	935	74	1 009
B	LIM334 Ba-Phalaborwa	1 000	-	1 000
B	LIM335 Maruleng	1 000	-	1 000
C	DC33 Mopani District Municipality	3 808	-	3 808
Total: Mopani Municipalities		8 885	250	9 135
B	LIM361 Thabazimbi	1 514	-	1 514
B	LIM362 Lephalale	1 052	532	1 584
B	LIM364 Mookgopong	1 000	-	1 000
B	LIM365 Modimolle	912	-	912
B	LIM366 Bela Bela	1 000	-	1 000
B	LIM367 Mogalakwena	1 755	-	1 755
C	DC36 Waterberg District Municipality	1 000	-	1 000
Total: Waterberg Municipalities		8 233	532	8 765
Total: Limpopo Municipalities		48 082	782	48 864

ANNEXURE 3

**SPECIFIC PURPOSE SCHEDULE 6 ALLOCATIONS TO MUNICIPALITIES
(ANNEXURE REGARDING SCHEDULE 5 TO THE BILL) 2 OF 2**

		Expanded Public Works Programme Intergrated Grant for Municipalities		
		Column A		
Category	Municipality	2012/13 Main allocation	Adjustments	2012/13 Adjusted allocation
		R'000	R'000	R'000
MPUMALANGA				
B	MP301 Albert Luthuli	1 386	-	1 386
B	MP302 Msukaligwa	1 056	-	1 056
B	MP303 Mkhondo	1 000	998	1 998
B	MP304 Pixley Ka Seme	1 488	2 258	3 746
B	MP305 Lekwa	1 757	-	1 757
B	MP306 Dipaleseng	967	-	967
B	MP307 Govan Mbeki	1 959	-	1 959
C	DC30 Gert Sibande District Municipality	1 000	-	1 000
Total: Gert Sibande Municipalities		10 613	3 256	13 869
B	MP311 Victor Khanye	1 138	1 394	2 532
B	MP312 Emalahleni	1 000	1 881	2 881
B	MP313 Steve Tshwete	1 646	-	1 646
B	MP314 Emakhazeni	1 000	-	1 000
B	MP315 Thembisile Hani	991	1 872	2 863
B	MP316 Dr JS Moroka	1 000	875	1 875
C	DC31 Nkangala District Municipality	1 214	-	1 214
Total: Nkangala Municipalities		7 989	6 022	14 011
B	MP321 Thaba Chweu	1 000	-	1 000
B	MP322 Mbombela	2 954	-	2 954
B	MP323 Umjindi	1 493	-	1 493
B	MP324 Nkomazi	1 366	6 371	7 737
B	MP325 Bushbuckridge	3 380	-	3 380
C	DC32 Ehlanzeni District Municipality	1 000	407	1 407
Total: Ehlanzeni Municipalities		11 193	6 778	17 971
Total: Mpumalanga Municipalities		29 795	16 056	45 851
NORTHERN CAPE				
B	NC091 Sol Plaatje	7 659	2 919	10 578
B	NC092 Dikgatlong	1 000	-	1 000
B	NC093 Magareng	1 000	-	1 000
B	NC094 Phokwane	1 000	-	1 000
C	DC9 Frances Baard District Municipality	1 000	-	1 000
Total: Frances Baard Municipalities		11 659	2 919	14 578
Total: Northern Cape Municipalities		32 659	2 919	35 578

ANNEXURE 3

**SPECIFIC PURPOSE SCHEDULE 6 ALLOCATIONS TO MUNICIPALITIES
(ANNEXURE REGARDING SCHEDULE 5 TO THE BILL) 2 OF 2**

		Expanded Public Works Programme Intergrated Grant for Municipalities		
		Column A		
Category	Municipality	2012/13 Main allocation	Adjustments	2012/13 Adjusted allocation
		R'000	R'000	R'000
NORTH WEST				
B	NW371 Moretele	2 169	-	2 169
B	NW372 Madibeng	1 411	769	2 180
B	NW373 Rustenburg	7 837	-	7 837
B	NW374 Kgetlengrivier	1 000	-	1 000
B	NW375 Moses Kotane	1 428	38	1 466
C	DC37 Bojanala Platinum District Municipality	1 412	-	1 412
Total: Bojanala Platinum Municipalities		15 257	807	16 064
B	NW381 Ratlou	1 000	53	1 053
B	NW382 Tswaing	1 000	422	1 422
B	NW383 Mafikeng	3 232	2 572	5 804
B	NW384 Ditsobotla	2 488	-	2 488
B	NW385 Ramotshere Moiloa	1 000	459	1 459
C	DC38 Ngaka Modiri Molema District Municipality	1 000	21	1 021
Total: Ngaka Modiri Molema Municipalities		9 720	3 527	13 247
B	NW392 Naledi	1 000	515	1 515
B	NW393 Mamusa	1 000	809	1 809
B	NW394 Greater Taung	1 000	-	1 000
B	NW396 Lekwa-Teemane	1 000	-	1 000
B	NW397 NW397	1 000	-	1 000
C	DC39 Dr Ruth Segomotsi Mompati District Municipality	2 350	336	2 686
Total: Dr Ruth Segomotsi Mompati Municipalities		7 350	1 660	9 010
Total: North West Municipalities		38 167	5 994	44 161

ANNEXURE 3
SPECIFIC PURPOSE SCHEDULE 6 ALLOCATIONS TO MUNICIPALITIES
(ANNEXURE REGARDING SCHEDULE 5 TO THE BILL) 2 OF 2

		Expanded Public Works Programme Integrated Grant for Municipalities		
		Column A		
Category	Municipality	2012/13 Main allocation	Adjustments	2012/13 Adjusted allocation
		R'000	R'000	R'000
WESTERN CAPE				
A	CPT City of Cape Town	20 205	9 279	29 484
B	WC011 Matzikama	1 058	-	1 058
B	WC012 Cederberg	1 000	162	1 162
B	WC013 Bergrivier	896	-	896
B	WC014 Saldanha Bay	1 997	-	1 997
B	WC015 Swartland	1 000	-	1 000
C	DC1 West Coast District Municipality	1 000	63	1 063
Total: West Coast Municipalities		6 951	225	7 176
B	WC031 Theewaterskloof	994	-	994
B	WC032 Overstrand	1 000	332	1 332
B	WC033 Cape Agulhas	1 000	-	1 000
B	WC034 Swellendam	1 000	-	1 000
C	DC3 Overberg District Municipality	1 000	-	1 000
Total: Overberg Municipalities		4 994	332	5 326
B	WC041 Kannaland	1 000	-	1 000
B	WC042 Hessequa	1 000	-	1 000
B	WC043 Mossel Bay	2 461	-	2 461
B	WC044 George	1 736	1 637	3 373
B	WC045 Oudtshoorn	2 350	-	2 350
B	WC047 Bitou	1 000	-	1 000
B	WC048 Knysna	1 000	-	1 000
C	DC4 Eden District Municipality	1 000	-	1 000
Total: Eden Municipalities		11 547	1 637	13 184
Total: Western Cape Municipalities		53 952	11 473	65 425
National Total		599 240	62 895	662 135

1. A roll-over of R17.4 million was approved, and an adjustment R45.5 million was added to the Expanded Public Works Programme Integrated Grant for Municipalities.

ANNEXURE 4

INFRASTRUCTURE GRANT SCHEDULE 6 ALLOCATIONS TO MUNICIPALITIES (SCHEDULE 5 TO THE BILL)

(National and Municipal Financial Years)

ANNEXURE 4

**INFRASTRUCTURE GRANT SCHEDULE 6 ALLOCATIONS TO MUNICIPALITIES
(ANNEXURE REGARDING SCHEDULE 5 TO THE BILL)**

Category		Municipality		Municipal Infrastructure Grant		
				Column A		
				2012/13 Main allocation	Adjustments	2012/13 Adjusted allocation
				R'000	R'000	R'000
KWAZULU-NATAL						
B	KZN271	Umhlabuyalingana	24 149	-	24 149	
B	KZN272	Jozini	29 322	-	29 322	
B	KZN273	The Big Five False Bay	11 202	-	11 202	
B	KZN274	Hlabisa	21 870	(9 955)	11 915	
B	KZN275	Mtubatuba	10 903	9 955	20 858	
C	DC27	Umkhanyakude District Municipality	226 773	-	226 773	
Total: Umkhanyakude Municipalities			324 219	-	324 219	
Total: KwaZulu-Natal Municipalities			3 152 666	-	3 152 666	
National Total			13 881 633	-	13 881 633	

1. Corrections of the municipal infrastructure grant allocations for two municipalities in Kwa-Zulu Natal are made through the Division of Revenue Amendment Bill, funds were allocated incorrectly in the 2012 Division of Revenue Act as a result of a technical error.

ANNEXURE 5

SCHEDULE 7 ALLOCATIONS-IN-KIND TO MUNICIPALITIES (SCHEDULE 6 TO THE BILL)
(National and Municipal Financial Years)

ANNEXURE 5

**SCHEDULE 7 ALLOCATIONS-IN-KIND TO MUNICIPALITIES
(ANNEXURE REGARDING SCHEDULE 6 TO THE BILL) 1 OF 2**

Category			Regional Bulk Infrastructre Grant		
			Column A		
			2012/13 Main allocation	Adjustments	2012/13 Adjusted allocation
			R'000	R'000	R'000
LIMPOPO					
B	LIM331	Greater Giyani	-	-	-
B	LIM332	Greater Letaba	-	-	-
B	LIM333	Greater Tzaneen	-	-	-
B	LIM334	Ba-Phalaborwa	-	-	-
B	LIM335	Maruleng	-	-	-
C	DC33	Mopani District Municipality	38 789	(7 000)	31 789
Total: Mopani Municipalities			38 789	(7 000)	31 789
B	LIM471	Ephraim Mogale	-	-	-
B	LIM472	Elias Motsoaledi	-	20 018	20 018
B	LIM473	Makhuduthamaga	-	-	-
B	LIM474	Fetakgomo	-	-	-
B	LIM475	Greater Tubatse	-	-	-
C	DC47	Sekhukhune District Municipality	351 534	(4 000)	347 534
Total: Sekhukhune Municipalities			351 534	16 018	367 552
Total: Limpopo Municipalities			481 223	9 018	490 241
WESTERN CAPE					
B	WC022	Witzenberg	30 000	-	30 000
B	WC023	Drakenstein	6 000	-	6 000
B	WC024	Stellenbosch	5 000	-	5 000
B	WC025	Breede Valley	18 000	(2 558)	15 442
B	WC026	Langeberg	-	-	-
C	DC2	Cape Winelands District Municipality	-	-	-
Total: Cape Winelands Municipalities			59 000	(2 558)	56 442
Total: Western Cape Municipalities			131 350	(2 558)	128 792
National Total			2 516 641	6 460	2 523 101

1. A roll-over of R20 million was approved as a result of funds committed to projects in 2011/12, and a saving of R13.6 million on the regional bulk infrastructure grant was declared. Savings were declared on projects that are expected to underspend.

ANNEXURE 5

**SCHEDULE 7 ALLOCATIONS-IN-KIND TO MUNICIPALITIES
(ANNEXURE REGARDING SCHEDULE 6 TO THE BILL) 2 OF 2**

Category			Rural Households Infrastructure Grant		
			Column A		
			2012/13 Main allocation	Adjustments	2011/12 Adjusted allocation
			R'000	R'000	R'000
EASTERN CAPE					
B	EC121	Mbhashe	13 000	-	13 000
B	EC122	Mnquma	13 000	(3 054)	9 946
B	EC123	Great Kei	9 000	(4 500)	4 500
B	EC124	Amahlathi	9 000	(4 500)	4 500
B	EC126	Ngqushwa	-	-	-
B	EC127	Nkonkobe	-	-	-
B	EC128	Nxuba	-	-	-
C	DC12	Amatole District Municipality	-	-	-
Total: Amatole Municipalities			44 000	(12 054)	31 946
B	EC141	Elundini	9 000	(4 500)	4 500
B	EC142	Senqu	9 000	(5 500)	3 500
B	EC143	Maletswai	-	-	-
B	EC144	Gariep	-	-	-
C	DC14	Joe Gqabi District Municipality	-	-	-
Total: Joe Gqabi Municipalities			18 000	(10 000)	8 000
B	EC153	Ngquza Hill	-	-	-
B	EC154	Port St Johns	-	-	-
B	EC155	Nyandeni	9 000	(1 800)	7 200
B	EC156	Mhlontlo	9 000	(2 500)	6 500
B	EC157	King Sabata Dalindyebo	9 000	(2 500)	6 500
C	DC15	O.R. Tambo District Municipality	-	-	-
Total: O.R. Tambo Municipalities			27 000	(6 800)	20 200
B	EC441	Matatiele	9 000	(2 500)	6 500
B	EC442	Umzimvubu	9 000	(9 000)	-
B	EC443	Mbizana	9 000	(1 800)	7 200
B	EC152	Ntabankulu	4 500	(4 500)	-
C	DC44	Alfred Nzo District Municipality	-	-	-
Total: Alfred Nzo Municipalities			31 500	(17 800)	13 700
Total: Eastern Cape Municipalities			136 500	(46 654)	89 846

ANNEXURE 5

**SCHEDULE 7 ALLOCATIONS-IN-KIND TO MUNICIPALITIES
(ANNEXURE REGARDING SCHEDULE 6 TO THE BILL) 2 OF 2**

			Rural Households Infrastructure Grant		
			Column A		
Category	Municipality		2012/13 Main allocation	Adjustments	2011/12 Adjusted allocation
			R'000	R'000	R'000
FREE STATE					
B	FS191	Setsoto	-	-	-
B	FS192	Dihlabeng	-	-	-
B	FS193	Nketoana	-	-	-
B	FS194	Maluti a Phofung	9 000	(1 000)	8 000
B	FS195	Phumelela	9 000	(2 045)	6 955
B	FS196	Mantsopa	-	-	-
C	DC19	Thabo Mofutsanyana District Municipality	-	-	-
Total: Thabo Mofutsanyana Municipalities			18 000	(3 045)	14 955
Total: Free State Municipalities			18 000	(3 045)	14 955

ANNEXURE 5

**SCHEDULE 7 ALLOCATIONS-IN-KIND TO MUNICIPALITIES
(ANNEXURE REGARDING SCHEDULE 6 TO THE BILL) 2 OF 2**

Category			Rural Households Infrastructure Grant		
			Column A		
			2012/13 Main allocation	Adjustments	2011/12 Adjusted allocation
			R'000	R'000	R'000
KWAZULU-NATAL					
A	ETH	eThekweni	-	-	-
B	KZN211	Vulamehlo	-	-	-
B	KZN212	Umdoni	-	-	-
B	KZN213	Umzumbe	10 000	(3 000)	7 000
B	KZN214	UMuziwabantu	-	-	-
B	KZN215	Ezinqoleni	-	-	-
B	KZN216	Hibiscus Coast	-	-	-
C	DC21	Ugu District Municipality	-	-	-
Total: Ugu Municipalities			10 000	(3 000)	7 000
B	KZN221	uMshwathi	8 000	(1 000)	7 000
B	KZN222	uMngeni	-	-	-
B	KZN223	Mooi Mpofana	-	-	-
B	KZN224	Impendle	-	-	-
B	KZN225	Msunduzi	4 500	(4 500)	-
B	KZN226	Mkhambathini	-	-	-
B	KZN227	Richmond	-	-	-
C	DC22	Umgungundlovu District Municipality	-	-	-
Total: Umgungundlovu Municipalities			12 500	(5 500)	7 000
B	KZN232	Emnambithi/Ladysmith	8 000	(1 000)	7 000
B	KZN233	Indaka	-	-	-
B	KZN234	Umtshezi	-	-	-
B	KZN235	Okhahlamba	8 000	(2 000)	6 000
B	KZN236	Imbabazane	-	-	-
C	DC23	Uthukela District Municipality	-	-	-
Total: Uthukela Municipalities			16 000	(3 000)	13 000
B	KZN241	Endumeni	-	-	-
B	KZN242	Nquthu	-	-	-
B	KZN244	Msinga	-	-	-
B	KZN245	Umvoti	7 500	(7 500)	-
C	DC24	Umzinyathi District Municipality	-	-	-
Total: Umzinyathi Municipalities			7 500	(7 500)	-
B	KZN252	Newcastle	-	-	-
B	KZN253	Emadlangeni	-	-	-
B	KZ254	Dannhauser	10 000	(3 000)	7 000
C	DC25	Amajuba District Municipality	-	-	-
Total: Amajuba Municipalities			10 000	(3 000)	7 000

ANNEXURE 5

**SCHEDULE 7 ALLOCATIONS-IN-KIND TO MUNICIPALITIES
(ANNEXURE REGARDING SCHEDULE 6 TO THE BILL) 2 OF 2**

			Rural Households Infrastructure Grant		
			Column A		
Category	Municipality	2012/13	Adjustments	2011/12	
		Main allocation		Adjusted allocation	
		R'000	R'000	R'000	
B	KZN261 eDumbe	-	-	-	
B	KZN262 UPhongolo	-	-	-	
B	KZN263 Abaqulusi	-	-	-	
B	KZN265 Nongoma	10 000	(3 000)	7 000	
B	KZN266 Ulundi	-	-	-	
C	DC26 Zululand District Municipality	-	-	-	
Total: Zululand Municipalities		10 000	(3 000)	7 000	
B	KZN271 Umhlabuyalingana	10 000	(3 000)	7 000	
B	KZN272 Jozini	10 000	(3 000)	7 000	
B	KZN273 The Big Five False Bay	-	-	-	
B	KZN274 Hlabisa	10 000	(3 000)	7 000	
B	KZN275 Mtubatuba	-	-	-	
C	DC27 Umkhanyakude District Municipality	-	-	-	
Total: Umkhanyakude Municipalities		30 000	(9 000)	21 000	
B	KZN281 Mfolozi	-	-	-	
B	KZN282 uMhlathuze	10 000	(3 000)	7 000	
B	KZN283 Ntambanana	-	-	-	
B	KZN284 uMlalazi	8 000	(1 000)	7 000	
B	KZN285 Mthonjaneni	-	-	-	
B	KZN286 Nkandla	8 000	(1 000)	7 000	
C	DC28 Uthungulu District Municipality	-	-	-	
Total: Uthungulu Municipalities		26 000	(5 000)	21 000	
B	KZN291 Mandeni	-	-	-	
B	KZN292 KwaDukuza	-	-	-	
B	KZN293 Ndwedwe	8 000	(1 000)	7 000	
B	KZN294 Maphumulo	-	-	-	
C	DC29 iLembe District Municipality	-	-	-	
Total: iLembe Municipalities		8 000	(1 000)	7 000	
B	KZN431 Ingwe	7 000	(1 000)	6 000	
B	KZN432 Kwa Sani	-	-	-	
B	KZN433 Greater Kokstad	-	-	-	
B	KZN434 Ubuhlebezwe	-	-	-	
B	KZN435 Umzimkhulu	10 000	(2 000)	8 000	
C	DC43 Sisonke District Municipality	-	-	-	
Total: Sisonke Municipalities		17 000	(3 000)	14 000	
Total: KwaZulu-Natal Municipalities		147 000	(43 000)	104 000	

ANNEXURE 5

**SCHEDULE 7 ALLOCATIONS-IN-KIND TO MUNICIPALITIES
(ANNEXURE REGARDING SCHEDULE 6 TO THE BILL) 2 OF 2**

Category			Rural Households Infrastructure Grant		
			Column A		
			2012/13 Main allocation	Adjustments	2011/12 Adjusted allocation
			R'000	R'000	R'000
LIMPOPO					
B	LIM331	Greater Giyani	7 000	(2 000)	5 000
B	LIM332	Greater Letaba	7 000	(2 000)	5 000
B	LIM333	Greater Tzaneen	7 000	(2 000)	5 000
B	LIM334	Ba-Phalaborwa	-	-	-
B	LIM335	Maruleng	-	-	-
C	DC33	Mopani District Municipality	-	-	-
Total: Mopani Municipalities			21 000	(6 000)	15 000
B	LIM341	Musina	-	-	-
B	LIM342	Mutale	-	-	-
B	LIM343	Thulamela	8 000	(2 000)	6 000
B	LIM344	Makhado	8 000	(2 000)	6 000
C	DC34	Vhembe District Municipality	-	-	-
Total: Vhembe Municipalities			16 000	(4 000)	12 000
B	LIM351	Blouberg	7 000	(2 000)	5 000
B	LIM352	Aganang	7 000	(1 500)	5 500
B	LIM353	Molemole	-	-	-
B	LIM354	Polokwane	-	-	-
B	LIM355	Lepelle-Nkumpi	7 000	(2 000)	5 000
C	DC35	Capricorn District Municipality	-	-	-
Total: Capricorn Municipalities			21 000	(5 500)	15 500
B	LIM361	Thabazimbi	-	-	-
B	LIM362	Lephalale	7 000	(1 400)	5 600
B	LIM364	Mookgopong	-	-	-
B	LIM365	Modimolle	-	-	-
B	LIM366	Bela-Bela	-	-	-
B	LIM367	Mogalakwena	7 000	(2 075)	4 925
C	DC36	Waterberg District Municipality	-	-	-
Total: Waterberg Municipalities			14 000	(3 475)	10 525
B	LIM471	Ephraim Mogale	-	-	-
B	LIM472	Elias Motsoaledi	7 000	(1 400)	5 600
B	LIM473	Makhuduthamaga	-	-	-
B	LIM474	Fetakgomo	-	-	-
B	LIM475	Greater Tubatse	9 000	(1 900)	7 100
C	DC47	Sekhukhune District Municipality	-	-	-
Total: Sekhukhune Municipalities			16 000	(3 300)	12 700
Total: Limpopo Municipalities			88 000	(22 275)	65 725

ANNEXURE 5

**SCHEDULE 7 ALLOCATIONS-IN-KIND TO MUNICIPALITIES
(ANNEXURE REGARDING SCHEDULE 6 TO THE BILL) 2 OF 2**

			Rural Households Infrastructure Grant		
			Column A		
Category	Municipality		2012/13 Main allocation	Adjustments	2011/12 Adjusted allocation
			R'000	R'000	R'000
NORTHERN CAPE					
B	NC451	Joe Morolong	9 000	(4 471)	4 529
B	NC452	Ga-Segonyana	-	-	-
B	NC453	Gamagara	-	-	-
C	DC45	John Taolo Gaetsewe District Municipality	-	-	-
Total: John Taolo Gaetsewe Municipalities			9 000	(4 471)	4 529
Total: Northern Cape Municipalities			9 000	(4 471)	4 529
NORTH WEST					
B	NW371	Moretele	9 000	(3 200)	5 800
B	NW372	Madibeng	9 000	(3 200)	5 800
B	NW373	Rustenburg	-	-	-
B	NW374	Kgetlengrivier	-	-	-
B	NW375	Moses Kotane	11 000	-	11 000
C	DC37	Bojanala Platinum District Municipality	-	-	-
Total: Bojanala Platinum Municipalities			29 000	(6 400)	22 600
B	NW392	Naledi	-	-	-
B	NW393	Mamusa	7 000	(6 390)	610
B	NW394	Greater Taung	7 000	(6 640)	360
B	NW396	Lekwa-Teemane	-	-	-
B	NW397	NW397	-	-	-
C	DC39	Dr Ruth Segomotsi Mompati District Municipality	-	-	-
Total: Dr Ruth Segomotsi Mompati Municipalities			14 000	(13 030)	970
Total: North West Municipalities			57 000	(19 430)	23 570
National Total			479 500	(138 875)	340 625

1. R138.9 million has been declared as savings on the rural households infrastructure grant and reallocated to other government priorities.

APPENDIX 1

APPENDIX REGARDING SCHEDULE 4 TO THE BILL: BREAKDOWN OF EPWP INTEGRATED GRANT FOR PROVINCES: TARGETS AND ALLOCATIONS PER PROVINCIAL DEPARTMENT

APPENDIX 1

APPENDIX REGARDING SCHEDULE 4 TO THE BILL: BREAKDOWN OF EPWP INTEGRATED GRANT FOR PROVINCES: TARGETS AND ALLOCATIONS PER PROVINCIAL DEPARTMENT

Public Works (Vote 7)	EPWP Integrated Grant for Provinces: Infrastructure, Environment and Culture Sectors			
Province/Provincial Department	Column A			
	FTE Performance Target	2012/13 Main allocation	Adjustments	2012/13 Adjusted allocation
EASTERN CAPE				
Roads and Public Works	4 674	49 694	-	-
Health	1 004	1 000	-	-
Basic Education	3 197	1 000	-	-
Economic Development and Environmental Affairs	21	1 000	-	-
Rural Development and Agrarian Reform	133	4 000	-	-
Sport, Recreation, Arts and Culture	21	1 000	-	-
Transport	54	2 639	-	-
Total: Eastern Cape	9 104	60 333	-	-
FREE STATE				
Public Works	128	6 184	-	-
Police, Roads and Transport	1 705	6 175	-	-
Education	1 396	1 000	-	-
Health	468	2 032	-	-
Economic Development, Tourism and Environmental Affairs	21	1 000	-	-
Sport, Arts, Culture and Recreation	21	1 000	-	-
Agriculture and Rural Development	109	4 000	-	-
Total: Free State	3 848	21 391	-	-
GAUTENG				
Education	1 559	1 613	-	-
Health and Social Development	493	1 000	-	-
Infrastructure Development	44	2 146	-	-
Roads and Transport	1 938	9 145	-	-
Agriculture and Rural Development	100	3 931	-	-
Sport, Arts, Culture and Recreation	21	1 000	-	-
Total: Gauteng	4 155	18 835	-	-
KWAZULU-NATAL				
Public Works	31	1 508	-	-
Education	3 833	1 000	-	-
Health	1 201	1 000	-	-
Transport	5 690	64 290	-	-
Sport and Recreation	21	1 000	-	-
Economic Development and Tourism	21	1 000	-	-
Agriculture, Environmental Affairs and Rural Development	261	9 708	-	-
Total: KwaZulu-Natal	11 058	79 506	-	-
LIMPOPO				
Education	2 619	1 080	-	-
Health and Social Development	824	1 000	-	-
Public Works	53	2 548	-	-
Roads and Transport	4 046	36 341	-	-
Economic Development, Environment and Tourism	21	1 000	-	-
Agriculture	185	6 014	-	-
Sport, Arts and Culture	21	1 000	-	-
Total: Limpopo	7 769	48 983	-	-
MPUMALANGA				
Public Works, Roads and Transport	4 104	16 617	-	-
Health and Social Development	452	1 069	-	-
Education	1 452	3 000	-	-
Agriculture, Rural Development and Land Administration	107	3 569	-	-
Culture, Sport and Recreation	21	1 000	-	-
Economic Development, Environment and Tourism	21	1 000	-	-
Total: Mpumalanga	6 157	26 255	-	-
NORTHERN CAPE				
Education	973	1 000	-	-
Health	315	1 000	-	-
Roads and Public Works	1 129	1 915	-	-
Sport, Arts and Culture	21	1 000	-	-
Agriculture, Land Reform and Rural Development	121	4 000	-	-
Environment and Nature Conservation	21	1 000	-	-
Total: Northern Cape	2 580	9 915	-	-
NORTH WEST				
Public Works, Roads and Transport	1 903	6 444	-	-
Health	479	-	-	-
Education and Training	1 547	-	-	-
Agriculture and Rural Development	117	4 000	-	-
Total: North West	4 046	10 444	-	-
WESTERN CAPE				
Education	1 294	1 000	-	-
Health	415	1 000	-	-
Culture Affairs and Sport	21	1 000	-	-
Transport and Public Works	1 638	9 099	-	-
Environmental Affairs and Development Planning	21	1 000	-	-
Agriculture	106	4 000	-	-
Total: Western Cape	3 495	17 099	-	-
Grand Total	52 212	292 761	-	-

1. Correction for Northern Cape to reflect the correct department name for Environment and Nature Conservation which receives an allocation from this grant instead of Economic Development and Tourism.

Printed by Creda Communications

ISBN 978-1-4850-0017-4