

## NORTH WEST PROVINCIAL LEGISLATURE

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# **NEGOTIATING MANDATE**

DIVISION OF REVENUE BILL [ B4 - 2010]

(Report by the North West Portfolio Committee Finance, Economic Development & Tourism on Public Consultations on the Division of Revenue Bill [B4 – 2010])

15 March 2010

#### 1. Terms of Reference

The above mentioned Bill was referred to the Portfolio Committee for consideration as a matter of priority.

## 2. Briefing

The Portfolio Committee on Finance, Economic Development & Tourism, was briefed on 9<sup>th</sup> March 2010, by Hon T Chaane.

Officials from National Treasury where present; Lunghile Mhlaba and Wendy Fanoe.

#### 3. Consideration

The Committee called Public Hearings throughout the province on the 10<sup>th</sup> & 11<sup>th</sup> March 2010. The total number of people in attendance was one thousand two hundred and sixty-five. They compromised of officials from the department, particular organisations and from respective wards in the province.

Arising from the public hearings and the Committee's deliberations on the Division of Revenue Bill [ B4- 2010], the following points need to be taken into consideration by the NCOP in processing this piece of legislation;

 The demarcation of Merafong and Kudumane municipalities has affected the budget of the province substantially.  The formula that the Financial & Fiscal Commission uses to determine the population and budget allocation of certain municipalities is a disadvantage to North West as, it is a vast and rural province, the population may be low demographically yet there may be large areas to develop.

## 4. Resolution

Having made these observations the Committee mandates its Permanent Delegates in the National Council of Provinces to negotiate the considerations raised by the Committee and the public for the following financial year being 2011/12.

Signed

Hon. N Maloyi

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Speaker

North West Provincial Legislature